

FISCAL BIENNIUM 2004-2006 COMMONWEALTH BUDGET FINAL BUDGET MEMORANDUM

VOLUME V

Legislative Research Commission

APRIL 27, 2005

This FB 2004-2006 Commonwealth Budget Final Budget Memorandum, as approved by the Legislative Research Commission pursuant to 2005 HJR 92, enumerates the changes made by the 2005 General Assembly to HB 267, the State /Executive Branch Budget Bill, and provides explanatory detail to convey the intent of their actions. This report addresses not only provisions of HB 267, but also applicable provisions of HB 350 and HB 497 that impact, add, or modify appropriation and revenue provisions contained in HB 267.

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FISCAL BIENNIUM 2004-2006 COMMONWEALTH BUDGET

FINAL BUDGET MEMORANDUM

JUSTICE AND PUBLIC SAFETY

APRIL 27, 2005

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Justice and Public Safety Cabinet

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Justice and Public Safety Cabinet

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FB 2004-2006 FINAL BUDGET MEMORANDUM - 2005 GENERAL ASSEMBLY

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OPERATING BUDGET - TOTAL FUNDS

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
REGULAR APPROPRIATIONS SUMMARY BY APPROPRIATION UNIT						
Justice Administration	26,606,900	26,947,200	340,300	26,696,000	27,836,300	1,140,300
Criminal Justice Training	41,250,100	41,250,100		40,739,600	44,293,800	3,554,200
Juvenile Justice	111,619,300	111,619,300		110,208,600	110,208,600	
State Police	132,990,200	132,990,200		134,151,300	134,848,200	696,900
Corrections Management	41,312,000	41,312,000		41,598,900	41,598,900	
Adult Correctional Institutions	200,130,100	200,130,100		208,736,900	207,236,900	(1,500,000)
Community Services and Local Facilities	89,351,400	89,351,400		90,433,100	99,633,100	9,200,000
Local Jail Support	15,276,100	15,276,100		15,276,100	16,236,100	960,000
Vehicle Enforcement	17,452,800	17,452,800		17,509,600	17,509,600	
Public Advocacy	32,701,400	33,531,800	830,400	33,617,200	33,617,200	
Regular Appropriation	708,690,300	709,861,000	1,170,700	718,967,300	733,018,700	14,051,400

FB 2004-2006 FINAL BUDGET MEMORANDUM - 2005 GENERAL ASSEMBLY

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OPERATING BUDGET - GENERAL FUND (TOBACCO)

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
REGULAR APPROPRIATIONS SUMMARY BY APPROPRIATION UNIT						
Justice Administration	2,226,800	2,226,800		2,222,700	2,222,700	
Regular Appropriation	2,226,800	2,226,800		2,222,700	2,222,700	
CONTINUED RESERVE SPENDING SUMMARY BY APPROPRIATION UNIT						
Justice Administration	85,700	85,700				
Reserve Spending	85,700	85,700				

FB 2004-2006 FINAL BUDGET MEMORANDUM - 2005 GENERAL ASSEMBLY

OPERATING BUDGET - GENERAL FUND

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
REGULAR APPROPRIATIONS SUMMARY BY APPROPRIATION UNIT						
Justice Administration	10,271,400	10,796,400	525,000	12,808,500	13,333,500	525,000
Juvenile Justice	82,039,600	82,039,600		82,939,600	82,939,600	
State Police	70,253,700	70,253,700		72,163,500	80,869,200	8,705,700
Corrections Management	28,024,600	28,024,600		28,695,300	28,695,300	
Adult Correctional Institutions	192,255,300	192,255,300		202,371,500	200,871,500	(1,500,000)
Community Services and Local Facilities	88,904,300	88,904,300		90,062,100	99,262,100	9,200,000
Local Jail Support	15,276,100	15,276,100		15,276,100	16,236,100	960,000
Public Advocacy	25,264,400	25,264,400		25,264,400	25,264,400	
Regular Appropriation	512,289,400	512,814,400	525,000	529,581,000	547,471,700	17,890,700
CONTINUED RESERVE SPENDING SUMMARY BY APPROPRIATION UNIT						
Local Jail Support	42,900	42,900				
Reserve Spending	42,900	42,900				

FB 2004-2006 FINAL BUDGET MEMORANDUM - 2005 GENERAL ASSEMBLY

OPERATING BUDGET - RESTRICTED FUNDS

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
REGULAR APPROPRIATIONS SUMMARY BY APPROPRIATION UNIT						
Justice Administration	2,204,100	2,019,400	(184,700)	2,827,700	3,443,000	615,300
Criminal Justice Training	37,335,300	37,335,300		38,039,600	40,379,000	2,339,400
Juvenile Justice	12,590,700	12,590,700		12,200,000	12,200,000	
State Police	9,152,700	9,152,700		8,774,000	10,765,200	1,991,200
Corrections Management	13,287,400	13,287,400		12,903,600	12,903,600	
Adult Correctional Institutions	6,535,300	6,535,300		6,000,200	6,000,200	
Community Services and Local Facilities	425,600	425,600		371,000	371,000	
Vehicle Enforcement	1,141,400	1,141,400		375,300	723,500	348,200
Public Advocacy	5,793,000	6,623,400	830,400	6,783,200	6,783,200	
Regular Appropriation	88,465,500	89,111,200	645,700	88,274,600	93,568,700	5,294,100

FB 2004-2006 FINAL BUDGET MEMORANDUM - 2005 GENERAL ASSEMBLY

OPERATING BUDGET - FEDERAL FUNDS

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
REGULAR APPROPRIATIONS SUMMARY BY APPROPRIATION UNIT						
Justice Administration	11,904,600	11,904,600		8,837,100	8,837,100	
Criminal Justice Training	3,914,800	3,914,800		2,700,000	3,914,800	1,214,800
Juvenile Justice	16,989,000	16,989,000		15,069,000	15,069,000	
State Police	13,814,700	13,814,700		13,444,700	13,444,700	
Adult Correctional Institutions	1,339,500	1,339,500		365,200	365,200	
Community Services and Local Facilities	21,500	21,500				
Vehicle Enforcement	3,614,800	3,614,800		3,787,100	3,787,100	
Public Advocacy	1,644,000	1,644,000		1,569,600	1,569,600	
Regular Appropriation	53,242,900	53,242,900		45,772,700	46,987,500	1,214,800

FB 2004-2006 FINAL BUDGET MEMORANDUM - 2005 GENERAL ASSEMBLY

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OPERATING BUDGET - ROAD FUND

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
REGULAR APPROPRIATIONS SUMMARY BY APPROPRIATION UNIT						
State Police	39,769,100	39,769,100		39,769,100	29,769,100	(10,000,000)
Vehicle Enforcement	12,696,600	12,696,600		13,347,200	12,999,000	(348,200)
Regular Appropriation	52,465,700	52,465,700		53,116,300	42,768,100	(10,348,200)

I - Justice and Public Safety Cabinet**Operating Budget****Summary Totals**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE						
General Fund (Tobacco)	2,226,800	2,226,800		2,222,700	2,222,700	
General Fund	512,289,400	512,814,400	525,000	529,581,000	547,471,700	17,890,700
Restricted Funds	88,465,500	89,111,200	645,700	88,274,600	93,568,700	5,294,100
Federal Funds	53,242,900	53,242,900		45,772,700	46,987,500	1,214,800
Road Fund	52,465,700	52,465,700		53,116,300	42,768,100	(10,348,200)
Regular Total Funds	708,690,300	709,861,000	1,170,700	718,967,300	733,018,700	14,051,400
Continuing	128,600	128,600				
TOTAL FUNDS	708,818,900	709,989,600	1,170,700	718,967,300	733,018,700	14,051,400
II. EXPENDITURE CATEGORY						
Personnel Costs	397,297,700	398,468,400	1,170,700	405,891,000	406,644,200	753,200
Operating Expenses	91,172,300	91,172,300		93,123,100	92,423,100	(700,000)
Grants, Loans, Benefits	207,385,200	207,385,200		206,804,100	220,518,300	13,714,200
Debt Service	2,795,600	2,795,600		3,882,500	4,166,500	284,000
Capital Outlay	8,168,100	8,168,100		7,266,600	7,266,600	
Construction	2,000,000	2,000,000		2,000,000	2,000,000	
TOTAL EXPENDITURES	708,818,900	709,989,600	1,170,700	718,967,300	733,018,700	14,051,400
III. BASE LEVEL BUDGET BY FUND SOURCE						
General Fund (Tobacco)	2,226,800	2,226,800		2,222,700	2,222,700	
General Fund	512,289,400	512,289,400		529,581,000	536,171,200	6,590,200
Restricted Funds	88,465,500	86,780,800	(1,684,700)	88,274,600	87,738,100	(536,500)
Federal Funds	53,242,900	53,242,900		45,772,700	45,772,700	
Road Fund	52,465,700	52,465,700		53,116,300	42,768,100	(10,348,200)
Regular Total Funds	708,690,300	707,005,600	(1,684,700)	718,967,300	714,672,800	(4,294,500)
Continuing	128,600	128,600				
TOTAL BASE LEVEL	708,818,900	707,134,200	(1,684,700)	718,967,300	714,672,800	(4,294,500)
IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE						
General Fund		525,000	525,000		11,300,500	11,300,500
Restricted Funds		2,330,400	2,330,400		5,830,600	5,830,600
Federal Funds					1,214,800	1,214,800
TOTAL ADDITIONAL		2,855,400	2,855,400		18,345,900	18,345,900

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I - Justice and Public Safety Cabinet**Capital Budget****Summary Totals**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
I. CAPITAL PROJECT RECAP BY FUND SOURCE						
Restricted Funds		750,000	750,000			
Bond Funds	5,000,000	5,000,000			6,075,000	6,075,000
Investment Income	3,422,000	3,422,000		2,600,000	750,000	(1,850,000)
TOTAL CAPITAL	8,422,000	9,172,000	750,000	2,600,000	6,825,000	4,225,000

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I - Justice and Public Safety Cabinet

Operating Budget

Justice Operations Summary

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE						
General Fund (Tobacco)	2,226,800	2,226,800		2,222,700	2,222,700	
General Fund	162,564,700	163,089,700	525,000	167,911,600	177,142,300	9,230,700
Restricted Funds	61,282,800	61,098,100	(184,700)	61,841,300	66,787,200	4,945,900
Federal Funds	46,623,100	46,623,100		40,050,800	41,265,600	1,214,800
Road Fund	39,769,100	39,769,100		39,769,100	29,769,100	(10,000,000)
Regular Total Funds	312,466,500	312,806,800	340,300	311,795,500	317,186,900	5,391,400
Continuing	85,700	85,700				
TOTAL FUNDS	312,552,200	312,892,500	340,300	311,795,500	317,186,900	5,391,400
II. EXPENDITURE CATEGORY						
Personnel Costs	184,627,600	184,967,900	340,300	186,427,200	187,180,400	753,200
Operating Expenses	41,698,000	41,698,000		43,338,200	44,138,200	800,000
Grants, Loans, Benefits	73,469,000	73,469,000		69,432,100	72,986,300	3,554,200
Debt Service	2,589,500	2,589,500		3,331,400	3,615,400	284,000
Capital Outlay	8,168,100	8,168,100		7,266,600	7,266,600	
Construction	2,000,000	2,000,000		2,000,000	2,000,000	
TOTAL EXPENDITURES	312,552,200	312,892,500	340,300	311,795,500	317,186,900	5,391,400
III. BASE LEVEL BUDGET BY FUND SOURCE						
General Fund (Tobacco)	2,226,800	2,226,800		2,222,700	2,222,700	
General Fund	162,564,700	162,564,700		167,911,600	176,001,800	8,090,200
Restricted Funds	61,282,800	59,598,100	(1,684,700)	61,841,300	60,956,600	(884,700)
Federal Funds	46,623,100	46,623,100		40,050,800	40,050,800	
Road Fund	39,769,100	39,769,100		39,769,100	29,769,100	(10,000,000)
Regular Total Funds	312,466,500	310,781,800	(1,684,700)	311,795,500	309,001,000	(2,794,500)
Continuing	85,700	85,700				
TOTAL BASE LEVEL	312,552,200	310,867,500	(1,684,700)	311,795,500	309,001,000	(2,794,500)
IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE						
General Fund		525,000	525,000		1,140,500	1,140,500
Restricted Funds		1,500,000	1,500,000		5,830,600	5,830,600
Federal Funds					1,214,800	1,214,800
TOTAL ADDITIONAL		2,025,000	2,025,000		8,185,900	8,185,900

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I - Justice and Public Safety Cabinet**Capital Budget****Justice Operations Summary**

			Fiscal Year 2004-2005			Fiscal Year 2005-2006		
			Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
I. CAPITAL PROJECT RECAP BY FUND SOURCE								
Restricted Funds				750,000	750,000			
Bond Funds							6,075,000	6,075,000
Investment Income			750,000	750,000		750,000	750,000	
TOTAL CAPITAL			750,000	1,500,000	750,000	750,000	6,825,000	6,075,000

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I - Justice and Public Safety Cabinet**Operating Budget****Justice Administration**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE						
General Fund (Tobacco)	2,226,800	2,226,800		2,222,700	2,222,700	
General Fund	10,271,400	10,796,400	525,000	12,808,500	13,333,500	525,000
Restricted Funds	2,204,100	2,019,400	(184,700)	2,827,700	3,443,000	615,300
Federal Funds	11,904,600	11,904,600		8,837,100	8,837,100	
Regular Total Funds	26,606,900	26,947,200	340,300	26,696,000	27,836,300	1,140,300
Continuing	85,700	85,700				
TOTAL FUNDS	26,692,600	27,032,900	340,300	26,696,000	27,836,300	1,140,300
II. EXPENDITURE CATEGORY						
Personnel Costs	9,726,200	10,066,500	340,300	9,717,300	10,057,600	340,300
Operating Expenses	2,631,200	2,631,200		4,476,300	5,276,300	800,000
Grants, Loans, Benefits	14,306,600	14,306,600		12,473,300	12,473,300	
Capital Outlay	28,600	28,600		29,100	29,100	
TOTAL EXPENDITURES	26,692,600	27,032,900	340,300	26,696,000	27,836,300	1,140,300
III. BASE LEVEL BUDGET BY FUND SOURCE						
General Fund (Tobacco)	2,226,800	2,226,800		2,222,700	2,222,700	
General Fund	10,271,400	10,271,400		12,808,500	12,808,500	
Restricted Funds	2,204,100	519,400	(1,684,700)	2,827,700	1,943,000	(884,700)
Federal Funds	11,904,600	11,904,600		8,837,100	8,837,100	
Regular Total Funds	26,606,900	24,922,200	(1,684,700)	26,696,000	25,811,300	(884,700)
Continuing	85,700	85,700				
TOTAL BASE LEVEL	26,692,600	25,007,900	(1,684,700)	26,696,000	25,811,300	(884,700)
IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE						
General Fund		525,000	525,000		525,000	525,000
Restricted Funds		1,500,000	1,500,000		1,500,000	1,500,000
TOTAL ADDITIONAL		2,025,000	2,025,000		2,025,000	2,025,000
V. ADDITIONAL BUDGET ITEMS						
1 EXPAN Civil Legal Services for Indigents						
ABR5000003 Provide additional funds of \$525,000 for a total of \$1.5 million for civil legal services for indigents.						
General Fund		525,000	525,000		525,000	525,000
Project Total		525,000	525,000		525,000	525,000

I - Justice and Public Safety Cabinet**Operating Budget****Justice Administration**

		Fiscal Year 2004-2005			Fiscal Year 2005-2006		
		Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
2	EXPAN Operation Unite						
ABR5000004	Provide funds for Operation Unite.						
	Restricted Funds		1,500,000	1,500,000		1,500,000	1,500,000
	Project Total		1,500,000	1,500,000		1,500,000	1,500,000
TOTAL ADDITIONAL			2,025,000	2,025,000		2,025,000	2,025,000

**Fiscal Biennium 2004-2006
Budget Modification Report**

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Justice Administration

BILL AS INTRODUCED

State salary/compensation and employment policy including increments, retirement, health insurance, and personnel complement are addressed in the State/Executive Branch Budget Bill, Part IV, State Salary Compensation and Employment Policy.

The State/Executive Branch Budget Bill, Part III, General Provisions, includes language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

The State/Executive Branch Budget Bill, Part V, Funds Transfer, includes a language provision that directs:

"Notwithstanding the statutes or requirements of the Restricted Funds enumerated below, there is transferred to the General Fund the following amounts in fiscal year 2004-2005, and fiscal year 2005-2006."

Part V, Funds Transfer, includes a transfer from Agency Revenue Fund totaling \$150,000 in fiscal year 2004-2005.

The State/Executive Branch Budget Bill, Part I, Operating Budget, includes language provisions that direct:

"Office of Drug Control Policy: For essential administrative functions for the Office of Drug Control Policy in fiscal year 2004-2005, \$500,000 is included in the above General Fund appropriation, \$700,000 is included in the above Restricted Funds appropriation, and \$300,000 is included in the above Federal Funds appropriation. Notwithstanding KRS 45.229, up to a maximum of \$500,000 of the fiscal year 2004-2005 General Fund appropriation unexpended balance shall not lapse and shall carry forward to fiscal year 2005-2006.

Included in the above General Fund appropriation is \$1,000,000 in fiscal year 2005-2006 and \$1,000,000 in the above Restricted Funds appropriation in fiscal year 2005-2006 for regional Drug Courts to be established in Kentucky's coal-producing counties.

Included in the above General Fund appropriation in fiscal year 2005-2006 is \$500,000 to provide drug and substance abuse education programs for Eastern Kentucky school children.

Included in the above General Fund appropriation in fiscal year 2005-2006 is \$1,000,000 for drug and substance abuse treatment for nonviolent offenders in local jails."

**Fiscal Biennium 2004-2006
Budget Modification Report**

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Justice Administration

GENERAL ASSEMBLY

The General Assembly concurs with the Bill as Introduced with the following changes:

The General Assembly does not include in Part III, General Provisions, language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

The General Assembly reduces Restricted Funds support by \$700,000 in fiscal year 2005-2006 to correct for an error in duplicate funding.

The General Assembly provides Restricted Funds support within the Base Level Budget totaling \$184,800 in each year for the Criminal Justice Council.

The General Assembly amends the State/Executive Branch Budget Bill, Part I, Operating Budget, to include the following language provision for the Office of Drug Control Policy:

"Included in the above Restricted Funds appropriation is \$1,500,000 in fiscal year 2005-2006 for Operation Unite."

The General Assembly amends the State/Executive Branch Budget Bill, Part I, Operating Budget, to add the following language provisions:

"Civil Legal Services for Indigents: Included in the above General Fund appropriation is \$1,500,000 in fiscal year 2004-2005 and \$1,500,000 in fiscal year 2005-2006 to provide free civil legal services for indigents."

"Office of Investigations: The Office of Investigations shall limit its investigations to the Executive Branch of Government."

The General Assembly amends the State/Executive Branch Budget Bill, Part V, Funds Transfer, to include transfers from the Agency Revenue Fund totaling \$334,700 in fiscal year 2004-2005 and \$184,700 in fiscal year 2005-2006.

I - Justice and Public Safety Cabinet**Operating Budget****Criminal Justice Training**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE						
Restricted Funds	37,335,300	37,335,300		38,039,600	40,379,000	2,339,400
Federal Funds	3,914,800	3,914,800		2,700,000	3,914,800	1,214,800
Regular Total Funds	41,250,100	41,250,100		40,739,600	44,293,800	3,554,200
Continuing						
TOTAL FUNDS	41,250,100	41,250,100		40,739,600	44,293,800	3,554,200

II. EXPENDITURE CATEGORY

Personnel Costs	11,254,100	11,254,100		10,548,400	10,548,400	
Operating Expenses	2,237,500	2,237,500		1,990,800	1,990,800	
Grants, Loans, Benefits	24,916,000	24,916,000		24,616,000	28,170,200	3,554,200
Debt Service	2,589,500	2,589,500		3,331,400	3,331,400	
Capital Outlay	253,000	253,000		253,000	253,000	
TOTAL EXPENDITURES	41,250,100	41,250,100		40,739,600	44,293,800	3,554,200

III. BASE LEVEL BUDGET BY FUND SOURCE

Restricted Funds	37,335,300	37,335,300		38,039,600	38,039,600	
Federal Funds	3,914,800	3,914,800		2,700,000	2,700,000	
Regular Total Funds	41,250,100	41,250,100		40,739,600	40,739,600	
Continuing						
TOTAL BASE LEVEL	41,250,100	41,250,100		40,739,600	40,739,600	

IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE

Restricted Funds					2,339,400	2,339,400
Federal Funds					1,214,800	1,214,800
TOTAL ADDITIONAL					3,554,200	3,554,200

V. ADDITIONAL BUDGET ITEMS**1 NEW Training Incentive Stipends to be Effective January 1, 2006**

ABR5250001 Initiate a \$3,100 annual training incentive stipend for Kentucky State Police troopers, arson investigators, hazardous devices investigators, and legislative security specialists, and Kentucky vehicle enforcement officers.

Restricted Funds					2,339,400	2,339,400
Project Total					2,339,400	2,339,400

2 CONTN Grant Funds

ABR5250002 Provide funds in FY 2005-06 for Homeland Security Grant.

Federal Funds					1,214,800	1,214,800
Project Total					1,214,800	1,214,800

I - Justice and Public Safety Cabinet**Operating Budget****Criminal Justice Training**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
TOTAL ADDITIONAL					3,554,200	3,554,200

**Fiscal Biennium 2004-2006
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Criminal Justice Training

BILL AS INTRODUCED

State salary/compensation and employment policy including increments, retirement, health insurance, and personnel complement are addressed in the State/Executive Branch Budget Bill, Part IV, State Salary Compensation and Employment Policy.

The State/Executive Branch Budget Bill, Part III, General Provisions, includes language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

The State/Executive Branch Budget Bill, Part V, Funds Transfer, includes a language provision that directs:

"Notwithstanding the statutes or requirements of the Restricted Funds enumerated below, there is transferred to the General Fund the following amounts in fiscal year 2004-2005, and fiscal year 2005-2006."

Part V, Funds Transfer, includes a transfer from the Kentucky Law Enforcement Foundation Program Fund totaling \$16,422,100 in fiscal year 2004-2005 and \$9,000,000 in fiscal year 2005-2006.

The State/Executive Branch Budget Bill, Part I, Operating Budget, includes language provisions that direct:

"Kentucky Law Enforcement Foundation Program Fund: Included in the above Restricted Funds appropriation is \$36,277,500 in fiscal year 2004-2005 and \$38,039,600 in fiscal year 2005-2006 for the Kentucky Law Enforcement Foundation Program Fund."

"Training Incentive Payments: Notwithstanding KRS 15.460(1), \$22,915,000 in Restricted Funds in each fiscal year is provided for training incentive payments. Notwithstanding KRS 15.460(1), included in the above Restricted Funds appropriation is \$3,100 in fiscal year 2004-2005 and \$3,100 in fiscal year 2005-2006 for each participant for training incentive payments."

GENERAL ASSEMBLY

The General Assembly concurs with the Bill as Introduced with the following changes:

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Criminal Justice Training

The General Assembly does not include in Part III, General Provisions, language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

The General Assembly provides additional Federal Funds totaling \$1,214,800 in fiscal year 2005-2006 for a Homeland Security Grant.

The General Assembly amends the State/Executive Branch Budget Bill, Part I, Operating Budget, to include the following language provisions:

"Training Incentive Stipends to be Effective January 1, 2006: Notwithstanding KRS 15.410, 15.420(2), 15.440(1), 15.460(1), and 15.470(2) and (4), included in the above Restricted Funds appropriation is \$1,909,800 in fiscal year 2005-2006 to initiate a \$3,100 annual training incentive stipend for Kentucky state troopers effective January 1, 2006; \$81,400 in fiscal year 2005-2006 to initiate a \$3,100 annual training incentive stipend for Kentucky State Police arson investigators, Kentucky State Police hazardous devices investigators, and Kentucky State Police legislative security specialists effective January 1, 2006; and \$348,200 in fiscal year 2005-2006 to initiate a \$3,100 annual training incentive stipend for Kentucky vehicle enforcement officers effective January 1, 2006."

"Kentucky Law Enforcement Foundation Program Fund: Included in the above Restricted Funds appropriation is \$36,277,500 in fiscal year 2004-2005 and \$39,321,200 in fiscal year 2005-2006 for the Kentucky Law Enforcement Foundation Program Fund."

The General Assembly amends the State/Executive Branch Budget Bill, Part V, Funds Transfer, to include a language provision that directs:

Part V, Funds Transfer, includes a transfer from the Kentucky Law Enforcement Foundation Program Fund totaling \$16,422,100 in fiscal year 2004-2005 and \$6,660,600 in fiscal year 2005-2006.

I - Justice and Public Safety Cabinet**Operating Budget****Juvenile Justice**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE						
General Fund	82,039,600	82,039,600		82,939,600	82,939,600	
Restricted Funds	12,590,700	12,590,700		12,200,000	12,200,000	
Federal Funds	16,989,000	16,989,000		15,069,000	15,069,000	
Regular Total Funds	111,619,300	111,619,300		110,208,600	110,208,600	
Continuing						
TOTAL FUNDS	111,619,300	111,619,300		110,208,600	110,208,600	
II. EXPENDITURE CATEGORY						
Personnel Costs	66,510,000	66,510,000		67,250,000	67,250,000	
Operating Expenses	11,379,300	11,379,300		11,068,600	11,068,600	
Grants, Loans, Benefits	31,730,000	31,730,000		29,890,000	29,890,000	
Construction	2,000,000	2,000,000		2,000,000	2,000,000	
TOTAL EXPENDITURES	111,619,300	111,619,300		110,208,600	110,208,600	
III. BASE LEVEL BUDGET BY FUND SOURCE						
General Fund	82,039,600	82,039,600		82,939,600	82,939,600	
Restricted Funds	12,590,700	12,590,700		12,200,000	12,200,000	
Federal Funds	16,989,000	16,989,000		15,069,000	15,069,000	
Regular Total Funds	111,619,300	111,619,300		110,208,600	110,208,600	
Continuing						
TOTAL BASE LEVEL	111,619,300	111,619,300		110,208,600	110,208,600	

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Juvenile Justice

BILL AS INTRODUCED

State salary/compensation and employment policy including increments, retirement, health insurance, and personnel complement are addressed in the State/Executive Branch Budget Bill, Part IV, State Salary Compensation and Employment Policy.

The State/Executive Branch Budget Bill, Part III, General Provisions, includes language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

The State/Executive Branch Budget Bill, Part V, Funds Transfer, includes a language provision that directs:

"Notwithstanding the statutes or requirements of the Restricted Funds enumerated below, there is transferred to the General Fund the following amounts in fiscal year 2004-2005 and fiscal year 2005-2006."

Part V, Funds Transfer, includes an Agency Revenue Funds transfer totaling \$2,600,000 in fiscal year 2004-2005.

The State/Executive Branch Budget Bill, Part I, Operating Budget, includes General Fund support totaling \$1,900,000 in fiscal year 2004-2005 and \$2,800,000 in fiscal year 2005-2006 for the operation and maintenance of the Boyd, Hardin, and Fayette Regional Juvenile Detention Centers.

GENERAL ASSEMBLY

The General Assembly concurs with the Bill as Introduced with the following changes:

The General Assembly does not include in Part III, General Provisions, language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

The General Assembly amends the State/Executive Branch Budget Bill, Part I, Operating Budget to add the following language provisions:

"Gateway Juvenile Diversion Center: Included in the above General Fund appropriation is \$350,000 in fiscal year 2004-2005 and \$350,000 in fiscal year 2005-2006 for the operation of the Gateway Juvenile Diversion Center."

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Juvenile Justice

"Mary Kendall Homes: Included in the above General Fund appropriation is \$300,000 in fiscal year 2004-2005 and \$300,000 in fiscal year 2005-2006 for the operation of the Mary Kendall Homes."

"Madison County Juvenile Detention: The Madison County juvenile detention facility may remain open to hold juveniles from Madison County, and the county shall receive the detention subsidy provided for in KRS 635.060(3)."

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I - Justice and Public Safety Cabinet**Capital Budget****Juvenile Justice**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
I. CAPITAL PROJECT RECAP BY FUND SOURCE						
Investment Income	450,000	450,000		450,000	450,000	
TOTAL CAPITAL	450,000	450,000		450,000	450,000	
II. CAPITAL PROJECTS						
1 Maintenance Pool						
PRJ5230085						
Investment Income	450,000	450,000		450,000	450,000	
Project Total	450,000	450,000		450,000	450,000	
TOTAL CAPITAL	450,000	450,000		450,000	450,000	

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I - Justice and Public Safety Cabinet**Operating Budget****State Police**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE						
General Fund	70,253,700	70,253,700		72,163,500	80,869,200	8,705,700
Restricted Funds	9,152,700	9,152,700		8,774,000	10,765,200	1,991,200
Federal Funds	13,814,700	13,814,700		13,444,700	13,444,700	
Road Fund	39,769,100	39,769,100		39,769,100	29,769,100	(10,000,000)
Regular Total Funds	132,990,200	132,990,200		134,151,300	134,848,200	696,900
Continuing						
TOTAL FUNDS	132,990,200	132,990,200		134,151,300	134,848,200	696,900
II. EXPENDITURE CATEGORY						
Personnel Costs	97,137,300	97,137,300		98,911,500	99,324,400	412,900
Operating Expenses	25,450,000	25,450,000		25,802,500	25,802,500	
Grants, Loans, Benefits	2,516,400	2,516,400		2,452,800	2,452,800	
Debt Service					284,000	284,000
Capital Outlay	7,886,500	7,886,500		6,984,500	6,984,500	
TOTAL EXPENDITURES	132,990,200	132,990,200		134,151,300	134,848,200	696,900
III. BASE LEVEL BUDGET BY FUND SOURCE						
General Fund	70,253,700	70,253,700		72,163,500	80,253,700	8,090,200
Restricted Funds	9,152,700	9,152,700		8,774,000	8,774,000	
Federal Funds	13,814,700	13,814,700		13,444,700	13,444,700	
Road Fund	39,769,100	39,769,100		39,769,100	29,769,100	(10,000,000)
Regular Total Funds	132,990,200	132,990,200		134,151,300	132,241,500	(1,909,800)
Continuing						
TOTAL BASE LEVEL	132,990,200	132,990,200		134,151,300	132,241,500	(1,909,800)
IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE						
General Fund					615,500	615,500
Restricted Funds					1,991,200	1,991,200
TOTAL ADDITIONAL					2,606,700	2,606,700
V. ADDITIONAL BUDGET ITEMS						
1 NEW Debt Service						
ABR5200011	Provide debt service to support Bond Funds totaling \$6,075,000 to replace the Records and Secure Evidence Facility.					
General Fund					284,000	284,000
Project Total					284,000	284,000

I - Justice and Public Safety Cabinet**Operating Budget****State Police**

		Fiscal Year 2004-2005			Fiscal Year 2005-2006		
		Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
2	CONTN Dispatcher Training Incentive						
ABR5200012	Provide Restricted Funds support to initiate a \$3,100 annual training incentive stipend for troopers, arson investigators, hazardous devices investigators, and legislative security specialists, effective Jan. 1, 2006.						
	General Fund					331,500	331,500
	Project Total					331,500	331,500
3	CONTN Annual Training Incentive						
ABR5200013	Provide Restricted Funds from KLEFPF to initiate a \$3,100 annual training incentive stipend for troopers, arson investigators, hazardous devices investigators, and legislative security specialists, effective Jan. 1, 2006.						
	Restricted Funds					1,991,200	1,991,200
	Project Total					1,991,200	1,991,200
TOTAL ADDITIONAL						2,606,700	2,606,700

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State Police

BILL AS INTRODUCED

State salary/compensation and employment policy including increments, retirement, health insurance, and personnel complement are addressed in the State/Executive Branch Budget Bill, Part IV, State Salary Compensation and Employment Policy.

The State/Executive Branch Budget Bill, Part III, General Provisions, includes language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

The State/Executive Branch Budget Bill, Part V, Funds Transfer, includes a language provision that directs:

"Notwithstanding the statutes or requirements of the Restricted Funds enumerated below, there is transferred to the General Fund the following amounts in fiscal year 2004-2005, and fiscal year 2005-2006."

Part V, Funds Transfer, includes a transfer from Agency Revenue Fund totaling \$1,250,000 in fiscal year 2005-2006.

The State/Executive Branch Budget Bill, Part I, Operating Budget, includes language provisions that direct:

"Call to Extraordinary Duty: There is appropriated from the General Fund to the Department of State Police, subject to the conditions and procedures provided in this Act, funds which are required as a result of the Governor's call of the Kentucky State Police to extraordinary duty when an emergency situation has been declared to exist by the Governor. Funding is authorized to be provided from the General Fund Surplus Account (KRS 48.700) or the Budget Reserve Trust Fund Account (KRS 48.705)."

"State Police Authorized Strength: The Kentucky State Police sworn officer authorized strength, as defined in KRS 16.010, is 1,070."

"State Police Sworn Personnel Training Incentive: Included in the above General Fund appropriation is \$1,909,800 in fiscal year 2005-2006 to initiate a \$3,100 annual training incentive stipend for state troopers effective January 1, 2006."

"Body Armor: Notwithstanding KRS 16.220(3), funds from the proceeds of firearm sales may be used to purchase body armor for state police. The remaining funds shall be utilized by the Governor's Office for Local Development according to KRS 16.220(3)."

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State Police

GENERAL ASSEMBLY

The General Assembly concurs with the Bill as Introduced with the following changes:

The General Assembly does not include in Part III, General Provisions, language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

The General Assembly amends the State Executive Branch Budget Bill, Part I, Operating Budget, to include the following language provisions:

"Boyd County Crime Lab: The crime lab and its operations located in Boyd County, if moved from its current location, shall be relocated within Boyd County."

"Dispatcher Training Incentive: Included in the above General Fund appropriation is \$331,500 in fiscal year 2005-2006 to initiate a \$3,100 annual training incentive stipend for dispatchers, effective January 1, 2006."

"Debt Service: Included in the above General Fund appropriation is \$284,000 in fiscal year 2005-2006 to support Bond Funds totaling \$6,075,000 authorized in Part II, Capital Projects Budget, of this Act to replace the Records and Secure Evidence Facility."

"State Police Sworn Personnel Training Incentive: Included in the above Restricted Funds appropriation is \$1,909,800 in fiscal year 2005-2006 to initiate a \$3,100 annual training incentive stipend for state troopers effective January 1, 2006."

"Training Incentive: Included in the above Restricted Funds appropriation is \$81,400 in fiscal year 2005-2006 to initiate a \$3,100 annual training incentive stipend for Kentucky State Police arson investigators, Kentucky State Police hazardous devices investigators, and Kentucky State Police legislative security specialists effective January 1, 2006."

"State/Local Emergency Phone Service Agreement: The Department of State Police may enter into agreements with the governing body of a city, county, urban-county government, or any combination thereof, to provide 911 emergency telephone service."

The General Assembly amends the State Executive Branch Budget Bill, Part I, Operating Budget, to remove the language provision relating to Body Armor.

I - Justice and Public Safety Cabinet**Capital Budget****State Police**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
I. CAPITAL PROJECT RECAP BY FUND SOURCE						
Restricted Funds		750,000	750,000			
Bond Funds					6,075,000	6,075,000
Investment Income	300,000	300,000		300,000	300,000	
TOTAL CAPITAL	300,000	1,050,000	750,000	300,000	6,375,000	6,075,000

II. CAPITAL PROJECTS**1 Maintenance Pool**

PRJ5200080						
Investment Income	300,000	300,000		300,000	300,000	
Project Total	300,000	300,000		300,000	300,000	

2 Laboratory Information Management System (LIMS)

PRJ5200082						
Restricted Funds		750,000	750,000			
Project Total		750,000	750,000			

3 Replace Records and Secure Evidence Facility

PRJ5200083						
Bond Funds					6,075,000	6,075,000
Project Total					6,075,000	6,075,000

TOTAL CAPITAL	300,000	1,050,000	750,000	300,000	6,375,000	6,075,000
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I - Justice and Public Safety Cabinet

Operating Budget

Corrections Summary

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE						
General Fund	324,460,300	324,460,300		336,405,000	345,065,000	8,660,000
Restricted Funds	20,248,300	20,248,300		19,274,800	19,274,800	
Federal Funds	1,361,000	1,361,000		365,200	365,200	
Regular Total Funds	346,069,600	346,069,600		356,045,000	364,705,000	8,660,000
Continuing	42,900	42,900				
TOTAL FUNDS	346,112,500	346,112,500		356,045,000	364,705,000	8,660,000

II. EXPENDITURE CATEGORY

Personnel Costs	179,051,400	179,051,400		184,130,100	184,130,100	
Operating Expenses	40,136,700	40,136,700		41,189,700	39,689,700	(1,500,000)
Grants, Loans, Benefits	126,718,300	126,718,300		130,174,100	140,334,100	10,160,000
Debt Service	206,100	206,100		551,100	551,100	
TOTAL EXPENDITURES	346,112,500	346,112,500		356,045,000	364,705,000	8,660,000

III. BASE LEVEL BUDGET BY FUND SOURCE

General Fund	324,460,300	324,460,300		336,405,000	334,905,000	(1,500,000)
Restricted Funds	20,248,300	20,248,300		19,274,800	19,274,800	
Federal Funds	1,361,000	1,361,000		365,200	365,200	
Regular Total Funds	346,069,600	346,069,600		356,045,000	354,545,000	(1,500,000)
Continuing	42,900	42,900				
TOTAL BASE LEVEL	346,112,500	346,112,500		356,045,000	354,545,000	(1,500,000)

IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE

General Fund					10,160,000	10,160,000
TOTAL ADDITIONAL					10,160,000	10,160,000

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I - Justice and Public Safety Cabinet**Capital Budget****Corrections Summary**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
I. CAPITAL PROJECT RECAP BY FUND SOURCE						
Bond Funds	5,000,000	5,000,000				
Investment Income	2,672,000	2,672,000		1,850,000		(1,850,000)
TOTAL CAPITAL	7,672,000	7,672,000		1,850,000		(1,850,000)

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I - Justice and Public Safety Cabinet**Operating Budget****Corrections Management**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE						
General Fund	28,024,600	28,024,600		28,695,300	28,695,300	
Restricted Funds	13,287,400	13,287,400		12,903,600	12,903,600	
Regular Total Funds	41,312,000	41,312,000		41,598,900	41,598,900	
Continuing						
TOTAL FUNDS	41,312,000	41,312,000		41,598,900	41,598,900	
II. EXPENDITURE CATEGORY						
Personnel Costs	16,820,400	16,820,400		16,956,300	16,956,300	
Operating Expenses	9,499,700	9,499,700		9,115,900	9,115,900	
Grants, Loans, Benefits	14,991,900	14,991,900		15,181,700	15,181,700	
Debt Service				345,000	345,000	
TOTAL EXPENDITURES	41,312,000	41,312,000		41,598,900	41,598,900	
III. BASE LEVEL BUDGET BY FUND SOURCE						
General Fund	28,024,600	28,024,600		28,695,300	28,695,300	
Restricted Funds	13,287,400	13,287,400		12,903,600	12,903,600	
Regular Total Funds	41,312,000	41,312,000		41,598,900	41,598,900	
Continuing						
TOTAL BASE LEVEL	41,312,000	41,312,000		41,598,900	41,598,900	

**Fiscal Biennium 2004-2006
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Corrections Management

BILL AS INTRODUCED

State salary/compensation and employment policy including increments, retirement, health insurance, and personnel complement are addressed in the State/Executive Branch Budget Bill, Part IV, State Salary Compensation and Employment Policy.

The State/Executive Branch Budget Bill, Part III, General Provisions, includes language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

The State/Executive Branch Budget Bill, Part I, Operating Budget, includes a language provisions that directs:

"Debt Service: Included in the above General Fund appropriation is \$345,000 in fiscal year 2005-2006 to provide for debt service to support new bonds as set forth in Part II, Capital Projects Budget, of this Act."

GENERAL ASSEMBLY

The General Assembly concurs with the Bill as Introduced with the following changes:

The General Assembly does not include in Part III, General Provisions, language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

The General Assembly amends the State/Executive Branch Budget Bill, Part I, Operating Budget, to include the following language provisions:

"Jailer Mental Health Screening Training: The Kentucky Commission on Services to Individuals with Mental Illness, Alcohol and Other Drug Abuse Disorders, and Dual Diagnoses shall, in its annual review of the Commission plan, include in its duties recommendations for improvements in identifying, treating, housing, and transporting prisoners in jails and juveniles in detention centers with mental illness. Items to be reviewed shall include but not be limited to recommendations for statutory and regulatory changes, training and treatment funding, cost sharing, housing and transportation costs, appropriate treatment sites, and training requirements for local jailers and other officers of the court who may come in contact with persons incarcerated or in detention but deemed mentally ill.

**Fiscal Biennium 2004-2006
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Corrections Management

The training shall continue to be delivered by Regional Mental Health/Mental Retardation Board staff to new jailers and new jail staff, except administrative support, on screening and responding to the needs of inmates with mental illness within six months of employment. Treatment services may also be provided for within this funding allocation."

"Appropriations Adjustments: The General Assembly has determined that the Department of Corrections shall be permitted to adjust appropriations between the Community Services and Local Facilities budget unit and the Adult Correctional Institutions budget unit in fiscal year 2004-2005 and fiscal year 2005-2006 unless otherwise directed in this Act. Only adjustments necessary to manage the diverse mix of inmate classifications, custody levels, probation and parole caseloads, and population increases and/or decreases shall be permitted. Any appropriations transferred or otherwise directed between and among these appropriation units shall be documented and justified in writing. No adjustments may be made except upon the prior written concurrence of the State Budget Director. The State Budget Director shall report the adjustments and the necessity of the adjustments to the Interim Joint Committee on Appropriations and Revenue."

The General Assembly amends the State/Executive Branch Budget Bill, Part II, Capital Projects, to delete the Maintenance Pool, Investment Income of \$1,850,000 fiscal year 2005-2006. Funding for the Corrections Management Maintenance Pool totaling \$1,850,000 in fiscal year 2005-2006 is included in Bond Funds authorized for the Statewide Repair, Maintenance, and Replacement Pool Fund within the Finance and Administration Cabinet. The fiscal year 2005-2006 debt service is included in the Finance and Administration Cabinet's budget.

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I - Justice and Public Safety Cabinet**Capital Budget****Corrections Management**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
I. CAPITAL PROJECT RECAP BY FUND SOURCE						
Bond Funds	5,000,000	5,000,000				
Investment Income	2,672,000	2,672,000		1,850,000		(1,850,000)
TOTAL CAPITAL	7,672,000	7,672,000		1,850,000		(1,850,000)
II. CAPITAL PROJECTS						
1 Energy Performance Contracts						
PRJ527A0089						
Other Funds						
Project Total						
2 Replace Electronic Offender Management Systems - Phase I						
PRJ527A0112						
Bond Funds	5,000,000	5,000,000				
Project Total	5,000,000	5,000,000				
3 Maintenance Pool						
PRJ527A0116						
Investment Income	2,672,000	2,672,000		1,850,000		(1,850,000)
Project Total	2,672,000	2,672,000		1,850,000		(1,850,000)
TOTAL CAPITAL	7,672,000	7,672,000		1,850,000		(1,850,000)

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I - Justice and Public Safety Cabinet**Operating Budget****Adult Correctional Institutions**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE						
General Fund	192,255,300	192,255,300		202,371,500	200,871,500	(1,500,000)
Restricted Funds	6,535,300	6,535,300		6,000,200	6,000,200	
Federal Funds	1,339,500	1,339,500		365,200	365,200	
Regular Total Funds	200,130,100	200,130,100		208,736,900	207,236,900	(1,500,000)
Continuing						
TOTAL FUNDS	200,130,100	200,130,100		208,736,900	207,236,900	(1,500,000)
II. EXPENDITURE CATEGORY						
Personnel Costs	138,317,200	138,317,200		143,285,600	143,285,600	
Operating Expenses	27,207,500	27,207,500		28,665,800	27,165,800	(1,500,000)
Grants, Loans, Benefits	34,399,300	34,399,300		36,579,400	36,579,400	
Debt Service	206,100	206,100		206,100	206,100	
TOTAL EXPENDITURES	200,130,100	200,130,100		208,736,900	207,236,900	(1,500,000)
III. BASE LEVEL BUDGET BY FUND SOURCE						
General Fund	192,255,300	192,255,300		202,371,500	200,871,500	(1,500,000)
Restricted Funds	6,535,300	6,535,300		6,000,200	6,000,200	
Federal Funds	1,339,500	1,339,500		365,200	365,200	
Regular Total Funds	200,130,100	200,130,100		208,736,900	207,236,900	(1,500,000)
Continuing						
TOTAL BASE LEVEL	200,130,100	200,130,100		208,736,900	207,236,900	(1,500,000)

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Adult Correctional Institutions

BILL AS INTRODUCED

State salary/compensation and employment policy including increments, retirement, health insurance, and personnel complement are addressed in the State/Executive Branch Budget Bill, Part IV, State Salary Compensation and Employment Policy.

The State/Executive Branch Budget Bill, Part III, General Provisions, includes language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

GENERAL ASSEMBLY

The General Assembly concurs with the Bill as Introduced with the following change:

The General Assembly does not include in Part III, General Provisions, language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

The General Assembly reduces General Fund support totaling \$1,500,000 in fiscal year 2005-2006 to reflect savings generated from allowing home incarceration of certain Class C or Class D felons.

The General Assembly amends the State/Executive Branch Budget Bill, Part I, Operating Budget to add the following language provision:

"Home Incarceration: Notwithstanding KRS 48.310, the following statute is created to read as follows and shall have permanent effect, subject to future actions by the General Assembly:

SECTION 1. A NEW SECTION OF KRS CHAPTER 532 IS CREATED TO READ AS FOLLOWS:

(1) Any Class C or Class D felon who is serving a sentence in a state-operated prison shall, at the discretion of the commissioner, be eligible to serve the remainder of his or her sentence outside the walls of the detention facility under terms of home incarceration using an approved monitoring device as defined in KRS 532.200, if the felon:

(a) 1. Has not been convicted of, pled guilty to, or entered an Alford plea to a violent felony as defined by the Department of Corrections classification system; or

2. Has not been convicted of, pled guilty to, or entered an Alford plea to a sex crime as defined in KRS 17.500;

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Adult Correctional Institutions

- (b) Has sixty (60) days or less to serve on his or her sentence;
- (c) Has voluntarily participated in a discharge planning process with the department to address his or her education; employment, technical, and vocational skills; and housing, medical, and mental health needs; and
- (d) Has needs that may be adequately met in the community where he or she will reside upon release.
- (2) A person who is placed under terms of home incarceration pursuant to subsection (1) of this section shall remain in the custody of the Department of Corrections. Any unauthorized departure from the terms of home incarceration may be prosecuted as an escape pursuant to KRS Chapter 520 and shall result in the person being returned to prison.
- (3) The Department of Corrections shall promulgate administrative regulations to implement the provisions of this section."

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I - Justice and Public Safety Cabinet**Operating Budget****Community Services and Local Facilities**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE						
General Fund	88,904,300	88,904,300		90,062,100	99,262,100	9,200,000
Restricted Funds	425,600	425,600		371,000	371,000	
Federal Funds	21,500	21,500				
Regular Total Funds	89,351,400	89,351,400		90,433,100	99,633,100	9,200,000
Continuing						
TOTAL FUNDS	89,351,400	89,351,400		90,433,100	99,633,100	9,200,000
II. EXPENDITURE CATEGORY						
Personnel Costs	23,879,100	23,879,100		23,853,500	23,853,500	
Operating Expenses	2,982,500	2,982,500		2,961,000	2,961,000	
Grants, Loans, Benefits	62,489,800	62,489,800		63,618,600	72,818,600	9,200,000
TOTAL EXPENDITURES	89,351,400	89,351,400		90,433,100	99,633,100	9,200,000
III. BASE LEVEL BUDGET BY FUND SOURCE						
General Fund	88,904,300	88,904,300		90,062,100	90,062,100	
Restricted Funds	425,600	425,600		371,000	371,000	
Federal Funds	21,500	21,500				
Regular Total Funds	89,351,400	89,351,400		90,433,100	90,433,100	
Continuing						
TOTAL BASE LEVEL	89,351,400	89,351,400		90,433,100	90,433,100	
IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE						
General Fund					9,200,000	9,200,000
TOTAL ADDITIONAL					9,200,000	9,200,000
V. ADDITIONAL BUDGET ITEMS						
1 EXPAN Local Jail Per Diem Increase						
ABR527B0007 Provide funds to increase the per diem paid to local jails to house state inmates.						
General Fund					9,200,000	9,200,000
Project Total					9,200,000	9,200,000
TOTAL ADDITIONAL					9,200,000	9,200,000

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Community Services and Local Facilities

BILL AS INTRODUCED

State salary/compensation and employment policy including increments, retirement, health insurance, and personnel complement are addressed in the State/Executive Branch Budget Bill, Part IV, State Salary Compensation and Employment Policy.

The State/Executive Branch Budget Bill, Part III, General Provisions, includes language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

The State/Executive Branch Budget Bill, Part I, Operating Budget, includes a language provisions that direct:

"Excess Local Jail Per Diem Costs: In the event that actual local jail per diem payments exceed the amounts provided to support the budgeted average daily population of state felons in county jails for fiscal year 2004-2005 and fiscal year 2005-2006, the payments shall be deemed necessary government expenses and may be paid from the General Fund Surplus Account (KRS 48.700) or the Budget Reserve Trust Fund Account (KRS 48.705), subject to notification as to necessity and amount by the State Budget Director who shall report any certified expenditure to the Interim Joint Committee on Appropriations and Revenue."

GENERAL ASSEMBLY

The General Assembly concurs with the Bill as Introduced with the following change:

The General Assembly does not include in Part III, General Provisions, language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

The General Assembly amends the State/Executive Branch Budget Bill, Part I, Operating Budget, to include the following provision:

"Local Jail Per Diem Increase: Included in the above General Fund appropriation is \$9,200,000 in fiscal year 2005-2006 to provide a per diem payment of \$30.51 per qualifying prisoner per day to counties for housing state prisoners."

I - Justice and Public Safety Cabinet**Operating Budget****Local Jail Support**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE						
General Fund	15,276,100	15,276,100		15,276,100	16,236,100	960,000
Regular Total Funds	15,276,100	15,276,100		15,276,100	16,236,100	960,000
Continuing	42,900	42,900				
TOTAL FUNDS	15,319,000	15,319,000		15,276,100	16,236,100	960,000
II. EXPENDITURE CATEGORY						
Personnel Costs	34,700	34,700		34,700	34,700	
Operating Expenses	447,000	447,000		447,000	447,000	
Grants, Loans, Benefits	14,837,300	14,837,300		14,794,400	15,754,400	960,000
TOTAL EXPENDITURES	15,319,000	15,319,000		15,276,100	16,236,100	960,000
III. BASE LEVEL BUDGET BY FUND SOURCE						
General Fund	15,276,100	15,276,100		15,276,100	15,276,100	
Regular Total Funds	15,276,100	15,276,100		15,276,100	15,276,100	
Continuing	42,900	42,900				
TOTAL BASE LEVEL	15,319,000	15,319,000		15,276,100	15,276,100	
IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE						
General Fund					960,000	960,000
TOTAL ADDITIONAL					960,000	960,000
V. ADDITIONAL BUDGET ITEMS						
1 EXPAN Local Jail Support						
ABR527D0001 Provide an additional \$20,000 to each county with a life safety jail or a closed jail.						
General Fund					960,000	960,000
Project Total					960,000	960,000
TOTAL ADDITIONAL					960,000	960,000

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Local Jail Support

BILL AS INTRODUCED

The State/Executive Branch Budget Bill, Part III, General Provisions, includes language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

The State/Executive Branch Budget Bill, Part I, Operating Budget, includes a language provisions that directs:

"Inmate Medical Care Expenses: Included in the above General Fund appropriation is \$931,100 in fiscal year 2004-2005 and \$931,100 in fiscal year 2005-2006 for medical care contracts to be distributed, upon approval of the Department of Corrections, to counties by the formula codified in KRS 441.206, and \$295,900 in fiscal year 2004-2005 and \$295,900 in fiscal year 2005-2006, on a partial reimbursement basis, for medical claims in excess of the statutory threshold pursuant to KRS 441.045. The funding support for medical contracts and catastrophic medical expenses for indigents shall be maintained in discrete accounts. Any medical claim which exceeds the statutory threshold may be reimbursed for that amount in excess of the statutory threshold. In no event shall this apply to expenses of an elective, as opposed to emergency, basis and expenses shall be paid according to the Kentucky Medical Assistance Schedule."

GENERAL ASSEMBLY

The General Assembly concurs with the Bill as Introduced with the following change:

The General Assembly does not include in Part III, General Provisions, language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

The General Assembly amends the State/Executive Branch Budget Bill, Part I, Operating Budget, include the following language provision:

"Local Jail Support: Included in the above General Fund appropriation is \$960,000 in fiscal year 2005-2006 to provide a monthly payment of an annual amount of \$20,000 to each county with a life safety jail or a closed jail. The payment shall be addition to the monthly payment required by KRS 441.206(2)."

I - Justice and Public Safety Cabinet**Operating Budget****Vehicle Enforcement**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE						
Restricted Funds	1,141,400	1,141,400		375,300	723,500	348,200
Federal Funds	3,614,800	3,614,800		3,787,100	3,787,100	
Road Fund	12,696,600	12,696,600		13,347,200	12,999,000	(348,200)
Regular Total Funds	17,452,800	17,452,800		17,509,600	17,509,600	
Continuing						
TOTAL FUNDS	17,452,800	17,452,800		17,509,600	17,509,600	
II. EXPENDITURE CATEGORY						
Personnel Costs	13,121,700	13,121,700		13,944,600	13,944,600	
Operating Expenses	4,331,100	4,331,100		3,565,000	3,565,000	
TOTAL EXPENDITURES	17,452,800	17,452,800		17,509,600	17,509,600	
III. BASE LEVEL BUDGET BY FUND SOURCE						
Restricted Funds	1,141,400	1,141,400		375,300	723,500	348,200
Federal Funds	3,614,800	3,614,800		3,787,100	3,787,100	
Road Fund	12,696,600	12,696,600		13,347,200	12,999,000	(348,200)
Regular Total Funds	17,452,800	17,452,800		17,509,600	17,509,600	
Continuing						
TOTAL BASE LEVEL	17,452,800	17,452,800		17,509,600	17,509,600	

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Vehicle Enforcement

BILL AS INTRODUCED

State salary/compensation and employment policy including increments, retirement, health insurance, and personnel complement are addressed in the State/Executive Branch Budget Bill, Part IV, State Salary Compensation and Employment Policy.

The State/Executive Branch Budget Bill, Part III, General Provisions, includes language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

The State/Executive Branch Budget Bill, Part I, Operating Budget, includes a language provision that directs:

"Vehicle Enforcement Officers' Training Incentive: Included in the above Road Fund appropriation in fiscal year 2005-2006 is \$348,200 to initiate a \$3,100 annual training incentive stipend for vehicle enforcement officers effective January 1, 2006."

GENERAL ASSEMBLY

The General Assembly concurs with the Bill as Introduced with the following changes:

The General Assembly does not include in Part III, General Provisions, language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

The General Assembly amends the State/Executive Branch Budget Bill, Part I, Operating Budget, to provide Restricted Funds support instead of Road Funds support totaling \$348,200 for Kentucky vehicle officers' training incentives in fiscal year 2005-2006 and amends the related language provision to read as follows:

"Vehicle Enforcement Officers' Training Incentive: Included in the above Restricted Funds appropriation is \$348,200 in fiscal year 2005-2006 to initiate a \$3,100 annual training incentive stipend for vehicle enforcement officers, effective January 1, 2006."

The General Assembly provides a corresponding Restricted Funds appropriation and language provision under the Justice Cabinet, Criminal Justice Training appropriation as the source of funding for this initiative.

I - Justice and Public Safety Cabinet**Operating Budget****Public Advocacy**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE						
General Fund	25,264,400	25,264,400		25,264,400	25,264,400	
Restricted Funds	5,793,000	6,623,400	830,400	6,783,200	6,783,200	
Federal Funds	1,644,000	1,644,000		1,569,600	1,569,600	
Regular Total Funds	32,701,400	33,531,800	830,400	33,617,200	33,617,200	
Continuing						
TOTAL FUNDS	32,701,400	33,531,800	830,400	33,617,200	33,617,200	
II. EXPENDITURE CATEGORY						
Personnel Costs	20,497,000	21,327,400	830,400	21,389,100	21,389,100	
Operating Expenses	5,006,500	5,006,500		5,030,200	5,030,200	
Grants, Loans, Benefits	7,197,900	7,197,900		7,197,900	7,197,900	
TOTAL EXPENDITURES	32,701,400	33,531,800	830,400	33,617,200	33,617,200	
III. BASE LEVEL BUDGET BY FUND SOURCE						
General Fund	25,264,400	25,264,400		25,264,400	25,264,400	
Restricted Funds	5,793,000	5,793,000		6,783,200	6,783,200	
Federal Funds	1,644,000	1,644,000		1,569,600	1,569,600	
Regular Total Funds	32,701,400	32,701,400		33,617,200	33,617,200	
Continuing						
TOTAL BASE LEVEL	32,701,400	32,701,400		33,617,200	33,617,200	
IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE						
Restricted Funds		830,400	830,400			
TOTAL ADDITIONAL		830,400	830,400			
V. ADDITIONAL BUDGET ITEMS						
1 EXPAN Additional Operating Support for Caseload Assistance						
ABR5150001 Provide additional Restricted Funds support in fiscal year 2004-2005 to assist in reducing the number of cases per staff attorney.						
Restricted Funds		830,400	830,400			
Project Total		830,400	830,400			
TOTAL ADDITIONAL		830,400	830,400			

**Fiscal Biennium 2004-2006
Budget Modification Report**

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Public Advocacy

BILL AS INTRODUCED

State salary/compensation and employment policy including increments, retirement, health insurance, and personnel complement are addressed in the State/Executive Branch Budget Bill, Part IV, State Salary Compensation and Employment Policy.

The State/Executive Branch Budget Bill, Part III, General Provisions, includes language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

The State/Executive Branch Budget Bill, Part V, Funds Transfer, includes a language provision that directs:

"Notwithstanding the statutes or requirements of the Restricted Funds enumerated below, there is transferred to the General Fund the following amounts in fiscal year 2004-2005 and fiscal year 2005-2006."

Part V, Funds Transfer, includes an Agency Revenue Funds transfer totaling \$830,400 in fiscal year 2004-2005.

The State/Executive Branch Budget Bill, Part I, Operating Budget, includes Restricted Funds support totaling \$990,200 in fiscal year 2005-2006 to provide assistance in handling increasing caseloads in public advocacy offices statewide.

The State/Executive Branch Budget Bill, Part I, Operating Budget, includes language provisions that direct:

"Compensatory Leave Conversion to Sick Leave: If the Department of Public Advocacy determines that internal budgetary pressures warrant further austerity measures, the Public Advocate may institute a policy to suspend payment of 50 hour blocks of compensatory time for those attorneys who have accumulated 240 hours of compensatory time and instead to convert those hours to sick leave."

"Increased Caseload Assistance: Included in the above Restricted Funds appropriation is \$990,200 in fiscal year 2005-2006 to provide assistance in handling increasing caseloads in public advocacy offices statewide."

GENERAL ASSEMBLY

The General Assembly concurs with the Bill as Introduced with the following changes:

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Public Advocacy

The General Assembly does not include in Part III, General Provisions, language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

The General Assembly amends the State/Executive Branch Budget Bill, Part I, Operating Budget, to provide additional Restricted Funds support for caseload assistance totaling \$830,400 in fiscal year 2004-2005, and amends the State/Executive Branch Budget Bill, Part I, Operating Budget, language provision relating to caseload assistance to read as follows:

"Increased Caseload Assistance: Included in the above Restricted Funds appropriation is \$830,400 in fiscal year 2004-2005 and \$990,200 in fiscal year 2005-2006 to provide assistance in handling increasing caseloads in public advocacy offices statewide. Any balance remaining at the end of fiscal year 2004-2005 shall not be transferred to the credit of the General Fund, but shall be carried forward into fiscal year 2005-2006 to be utilized for caseload assistance."

The General Assembly amends the State/Executive Branch Budget Bill, Part V, Funds Transfer, to remove the Restricted Funds transfer totaling \$830,400 in fiscal year 2004-2005.

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I - Justice and Public Safety Cabinet

Capital Budget

Public Advocacy

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference

II. CAPITAL PROJECTS

1 Franklin County - Lease

PRJ5150001

General Fund

Project Total

TOTAL CAPITAL

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FISCAL BIENNIUM 2004-2006 COMMONWEALTH BUDGET

FINAL BUDGET MEMORANDUM

PERSONNEL

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Personnel

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FB 2004-2006 FINAL BUDGET MEMORANDUM - 2005 GENERAL ASSEMBLY

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OPERATING BUDGET - TOTAL FUNDS

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
REGULAR APPROPRIATIONS SUMMARY BY APPROPRIATION UNIT						
General Operations - Personnel	17,777,200	16,277,200	(1,500,000)	18,015,900	18,015,900	
Public Employees Deferred Compensation Authority	5,133,200	5,133,200		5,648,600	5,648,600	
Workers' Compensation Benefits and Reserve	24,666,800	24,666,800		27,931,500	27,931,500	
Government Training	1,542,200	1,542,200		1,574,000	1,574,000	
State Salary Compensation Fund	7,053,000	7,053,000		9,100,000	14,100,000	5,000,000
State Group Health Insurance Fund	17,695,600	17,695,600		38,458,900	38,458,900	
Regular Appropriation	73,868,000	72,368,000	(1,500,000)	100,728,900	105,728,900	5,000,000

FB 2004-2006 FINAL BUDGET MEMORANDUM - 2005 GENERAL ASSEMBLY

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OPERATING BUDGET - GENERAL FUND

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
REGULAR APPROPRIATIONS SUMMARY BY APPROPRIATION UNIT						
General Operations - Personnel	3,203,600	1,703,600	(1,500,000)	4,367,600	4,177,600	(190,000)
State Salary Compensation Fund	7,053,000	7,053,000		9,100,000	14,100,000	5,000,000
State Group Health Insurance Fund	17,695,600	17,695,600		38,458,900	38,458,900	
Regular Appropriation	27,952,200	26,452,200	(1,500,000)	51,926,500	56,736,500	4,810,000

FB 2004-2006 FINAL BUDGET MEMORANDUM - 2005 GENERAL ASSEMBLY

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OPERATING BUDGET - RESTRICTED FUNDS

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
REGULAR APPROPRIATIONS SUMMARY BY APPROPRIATION UNIT						
General Operations - Personnel	14,573,600	14,573,600		13,648,300	13,838,300	190,000
Public Employees Deferred Compensation Authority	5,133,200	5,133,200		5,648,600	5,648,600	
Workers' Compensation Benefits and Reserve	24,666,800	24,666,800		27,931,500	27,931,500	
Government Training	1,542,200	1,542,200		1,574,000	1,574,000	
Regular Appropriation	45,915,800	45,915,800		48,802,400	48,992,400	190,000

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FB 2004-2006 FINAL BUDGET MEMORANDUM - 2005 GENERAL ASSEMBLY

J - Personnel

Operating Budget

Summary Totals

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE						
General Fund	27,952,200	26,452,200	(1,500,000)	51,926,500	56,736,500	4,810,000
Restricted Funds	45,915,800	45,915,800		48,802,400	48,992,400	190,000
Regular Total Funds	73,868,000	72,368,000	(1,500,000)	100,728,900	105,728,900	5,000,000
Continuing						
TOTAL FUNDS	73,868,000	72,368,000	(1,500,000)	100,728,900	105,728,900	5,000,000

II. EXPENDITURE CATEGORY

Personnel Costs	66,452,900	66,452,900		91,854,400	96,854,400	5,000,000
Operating Expenses	7,134,800	5,634,800	(1,500,000)	7,310,300	7,310,300	
Debt Service				1,164,000	1,164,000	
Capital Outlay	280,300	280,300		400,200	400,200	
TOTAL EXPENDITURES	73,868,000	72,368,000	(1,500,000)	100,728,900	105,728,900	5,000,000

III. BASE LEVEL BUDGET BY FUND SOURCE

General Fund	27,952,200	26,452,200	(1,500,000)	51,926,500	56,736,500	4,810,000
Restricted Funds	45,915,800	45,915,800		48,802,400	48,992,400	190,000
Regular Total Funds	73,868,000	72,368,000	(1,500,000)	100,728,900	105,728,900	5,000,000
Continuing						
TOTAL BASE LEVEL	73,868,000	72,368,000	(1,500,000)	100,728,900	105,728,900	5,000,000

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FB 2004-2006 FINAL BUDGET MEMORANDUM - 2005 GENERAL ASSEMBLY

J - Personnel

Capital Budget

Summary Totals

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
I. CAPITAL PROJECT RECAP BY FUND SOURCE						
Restricted Funds	1,250,000	1,250,000				
Bond Funds	25,000,000		(25,000,000)		25,000,000	25,000,000
TOTAL CAPITAL	26,250,000	1,250,000	(25,000,000)		25,000,000	25,000,000

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FB 2004-2006 FINAL BUDGET MEMORANDUM - 2005 GENERAL ASSEMBLY

J - Personnel**Operating Budget****General Operations - Personnel**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE						
General Fund	3,203,600	1,703,600	(1,500,000)	4,367,600	4,177,600	(190,000)
Restricted Funds	14,573,600	14,573,600		13,648,300	13,838,300	190,000
Regular Total Funds	17,777,200	16,277,200	(1,500,000)	18,015,900	18,015,900	
Continuing						
TOTAL FUNDS	17,777,200	16,277,200	(1,500,000)	18,015,900	18,015,900	
II. EXPENDITURE CATEGORY						
Personnel Costs	12,643,800	12,643,800		11,447,300	11,447,300	
Operating Expenses	4,891,300	3,391,300	(1,500,000)	5,055,600	5,055,600	
Debt Service				1,164,000	1,164,000	
Capital Outlay	242,100	242,100		349,000	349,000	
TOTAL EXPENDITURES	17,777,200	16,277,200	(1,500,000)	18,015,900	18,015,900	
III. BASE LEVEL BUDGET BY FUND SOURCE						
General Fund	3,203,600	1,703,600	(1,500,000)	4,367,600	4,177,600	(190,000)
Restricted Funds	14,573,600	14,573,600		13,648,300	13,838,300	190,000
Regular Total Funds	17,777,200	16,277,200	(1,500,000)	18,015,900	18,015,900	
Continuing						
TOTAL BASE LEVEL	17,777,200	16,277,200	(1,500,000)	18,015,900	18,015,900	

**Fiscal Biennium 2004-2006
Budget Modification Report**

04/19/05 8:46 AM

General Operations

BILL AS INTRODUCED

The State/Executive Budget Bill, Part III, General Provisions, includes language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

State salary/compensation and employment policy including increments, retirement, health insurance, and personnel complement are addressed in the State/Executive Branch Budget Bill, Part IV, State Salary Compensation and Employment Policy.

The State/Executive Branch Budget Bill, Part V, Fund Transfer, includes a language provision that directs: "Notwithstanding the statutes or requirements of the Restricted Funds enumerated below, there is transferred to the General Fund the following amounts in fiscal year 2004-2005, and fiscal year 2005-2006."

Part V, Funds Transfer, includes a transfer from General Operations: Flexible Spending Account \$580,000 in fiscal year 2004-2005 and \$2,500,000 in fiscal year 2005-2006, Special Deposit Trust Fund \$184,800 in fiscal year 2004-2005, and Insurance Administration Fund \$146,000 in fiscal year 2004-2005.

The State/Executive Branch Budget Bill, Part I, Operating Budget, includes language provision that direct:

"Debt Service: Included in the above General Fund appropriation is \$1,164,000 in fiscal year 2005-2006 for debt service to support new bonds as set forth in Part II, Capital Projects Budget, of this Act."

"Flexible Benefit Account: Notwithstanding KRS 18A.225(2)(g), any funds from the calendar year 2004 public employee health insurance program accruing to the Flexible Benefit Account, not otherwise appropriated in fiscal year 2005-2006, and in excess of the amount reflected in Part V, Funds Transfer, of this Act shall be credited to the General Fund Surplus Account."

GENERAL ASSEMBLY

The General Assembly concurs with the Bill as Introduced with the following changes:

The General Assembly does not include in Part III, General Provisions, language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

**Fiscal Biennium 2004-2006
Budget Modification Report**

04/19/05 8:46 AM

General Operations

The General Assembly changes the Part I, Operating Budget, language relating to Debt Service as follows:

"Debt Service: Included in the above General Fund appropriation is \$1,164,000 in fiscal year 2005-2006 for debt service to support new bonds as set forth in Part II, Capital Projects Budget, of this Act for the replacement of the Commonwealth's Personnel and Payroll System."

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J - Personnel**Capital Budget****General Operations - Personnel**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
I. CAPITAL PROJECT RECAP BY FUND SOURCE						
Restricted Funds	1,250,000	1,250,000				
Bond Funds	25,000,000		(25,000,000)		25,000,000	25,000,000
TOTAL CAPITAL	26,250,000	1,250,000	(25,000,000)		25,000,000	25,000,000
II. CAPITAL PROJECTS						
1	Replace Commonwealth's Personnel Payroll System					
PRJC47A1094						
Bond Funds	25,000,000		(25,000,000)		25,000,000	25,000,000
Project Total	25,000,000		(25,000,000)		25,000,000	25,000,000
2	On-line Health Insurance Application					
PRJC47A1096						
Restricted Funds	1,250,000	1,250,000				
Project Total	1,250,000	1,250,000				
3	Franklin County - Lease					
PRJC47A						
General Fund						
Project Total						
TOTAL CAPITAL	26,250,000	1,250,000	(25,000,000)		25,000,000	25,000,000

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FB 2004-2006 FINAL BUDGET MEMORANDUM - 2005 GENERAL ASSEMBLY

J - Personnel

Operating Budget

Public Employees Deferred Compensation Authority

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE						
Restricted Funds	5,133,200	5,133,200		5,648,600	5,648,600	
Regular Total Funds	5,133,200	5,133,200		5,648,600	5,648,600	
Continuing						
TOTAL FUNDS	5,133,200	5,133,200		5,648,600	5,648,600	
II. EXPENDITURE CATEGORY						
Personnel Costs	4,748,500	4,748,500		5,249,300	5,249,300	
Operating Expenses	357,300	357,300		362,800	362,800	
Capital Outlay	27,400	27,400		36,500	36,500	
TOTAL EXPENDITURES	5,133,200	5,133,200		5,648,600	5,648,600	
III. BASE LEVEL BUDGET BY FUND SOURCE						
Restricted Funds	5,133,200	5,133,200		5,648,600	5,648,600	
Regular Total Funds	5,133,200	5,133,200		5,648,600	5,648,600	
Continuing						
TOTAL BASE LEVEL	5,133,200	5,133,200		5,648,600	5,648,600	

**Fiscal Biennium 2004-2006
Budget Modification Report**

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Public Employees Deferred Compensation Authority

BILL AS INTRODUCED

The State/Executive Budget Bill, Part III, General Provisions, includes language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

State salary/compensation and employment policy including increments, retirement, health insurance, and personnel complement are addressed in the State/Executive Branch Budget Bill, Part IV, State Salary Compensation and Employment Policy.

GENEREAL ASSEMBLY

The General Assmebly concurs with the Bill as Introduced with the foillowing change:

The General Assembly does not include in Part III, General Provisions, language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

J - Personnel**Operating Budget****Workers' Compensation Benefits and Reserve**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE						
Restricted Funds	24,666,800	24,666,800		27,931,500	27,931,500	
Regular Total Funds	24,666,800	24,666,800		27,931,500	27,931,500	
Continuing						
TOTAL FUNDS	24,666,800	24,666,800		27,931,500	27,931,500	
II. EXPENDITURE CATEGORY						
Personnel Costs	23,129,800	23,129,800		26,389,900	26,389,900	
Operating Expenses	1,526,200	1,526,200		1,526,900	1,526,900	
Capital Outlay	10,800	10,800		14,700	14,700	
TOTAL EXPENDITURES	24,666,800	24,666,800		27,931,500	27,931,500	
III. BASE LEVEL BUDGET BY FUND SOURCE						
Restricted Funds	24,666,800	24,666,800		27,931,500	27,931,500	
Regular Total Funds	24,666,800	24,666,800		27,931,500	27,931,500	
Continuing						
TOTAL BASE LEVEL	24,666,800	24,666,800		27,931,500	27,931,500	

**Fiscal Biennium 2004-2006
Budget Modification Report**

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Workers' Compensation Benefits and Reserve

BILL AS INTRODUCED

The State/Executive Budget Bill, Part III, General Provisions, includes language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

State salary/compensation and employment policy including increments, retirement, health insurance, and personnel complement are addressed in the State/Executive Branch Budget Bill, Part IV, State Salary Compensation and Employment Policy.

The State/Executive Branch Budget Bill, Part I, Operating Budget, includes a language provision that directs:

"Appropriation Estimates: The above appropriations represent estimates of the funds necessary to operate this program. If additional funds are required to adequately maintain this program, the necessary Restricted Funds are appropriated, subject to the conditions and procedures provided in this Act."

GENERAL ASSEMBLY

The General Assembly concurs with the Bill as Introduced with the following change:

The General Assembly does not include in Part III, General Provisions, language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004.1092, and Executive Order 2004-1373.

FB 2004-2006 FINAL BUDGET MEMORANDUM - 2005 GENERAL ASSEMBLY

J - Personnel**Operating Budget****Government Training**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE						
Restricted Funds	1,542,200	1,542,200		1,574,000	1,574,000	
Regular Total Funds	1,542,200	1,542,200		1,574,000	1,574,000	
Continuing						
TOTAL FUNDS	1,542,200	1,542,200		1,574,000	1,574,000	
II. EXPENDITURE CATEGORY						
Personnel Costs	1,182,200	1,182,200		1,209,000	1,209,000	
Operating Expenses	360,000	360,000		365,000	365,000	
TOTAL EXPENDITURES	1,542,200	1,542,200		1,574,000	1,574,000	
III. BASE LEVEL BUDGET BY FUND SOURCE						
Restricted Funds	1,542,200	1,542,200		1,574,000	1,574,000	
Regular Total Funds	1,542,200	1,542,200		1,574,000	1,574,000	
Continuing						
TOTAL BASE LEVEL	1,542,200	1,542,200		1,574,000	1,574,000	

**Fiscal Biennium 2004-2006
Budget Modification Report**

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Government Training

BILL AS INTRODUCED

The State/Executive Budget Bill, Part III, General Provisions, includes language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

State salary/compensation and employment policy including increments, retirement, health insurance, and personnel complement are addressed in the State/Executive Branch Budget Bill, Part IV, State Salary Compensation and Employment Policy.

The State/Executive Branch Budget Bill, Part V, Fund Transfer, includes a language provision that directs: "Notwithstanding the statutes or requirements of the Restricted Funds enumerated below, there is transferred to the General Fund the following amounts in fiscal year 2004-2005, and fiscal year 2005-2006."

Part V, Funds Transfer, includes a transfer from Governmental Training, Agency Revenue Fund, of \$55,000 in fiscal year 2004-2005.

GENERAL ASSEMBLY

The General Assembly concurs with the Bill as Introduced with the following change:

The General Assembly does not include in Part III, General Provisions, language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

FB 2004-2006 FINAL BUDGET MEMORANDUM - 2005 GENERAL ASSEMBLY

J - Personnel**Operating Budget****State Salary Compensation Fund**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE						
General Fund	7,053,000	7,053,000		9,100,000	14,100,000	5,000,000
Regular Total Funds	7,053,000	7,053,000		9,100,000	14,100,000	5,000,000
Continuing						
TOTAL FUNDS	7,053,000	7,053,000		9,100,000	14,100,000	5,000,000
II. EXPENDITURE CATEGORY						
Personnel Costs	7,053,000	7,053,000		9,100,000	14,100,000	5,000,000
TOTAL EXPENDITURES	7,053,000	7,053,000		9,100,000	14,100,000	5,000,000
III. BASE LEVEL BUDGET BY FUND SOURCE						
General Fund	7,053,000	7,053,000		9,100,000	14,100,000	5,000,000
Regular Total Funds	7,053,000	7,053,000		9,100,000	14,100,000	5,000,000
Continuing						
TOTAL BASE LEVEL	7,053,000	7,053,000		9,100,000	14,100,000	5,000,000

**Fiscal Biennium 2004-2006
Budget Modification Report**

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State Salary Compensation Fund

BILL AS INTRODUCED

The State/Executive Budget Bill, Part III, General Provisions, includes language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

State salary/compensation and employment policy including increments, retirement, health insurance, and personnel complement are addressed in the State/Executive Branch Budget Bill, Part IV, State Salary Compensation and Employment Policy.

The State/Executive Branch Budget Bill, Part I, Operating Budget, includes language provisions that direct:

"Employee Compensation: The above General Fund appropriation provides a pool of funds to be allocated in accordance with the procedures contained in Part IV, State Salary/Compensation and Employment Policy, of this Act."

"Fiscal Year 2004-2005 Additional Salary and Related Fringe Benefits: Included in the above General Fund appropriation is \$7,053,000 in fiscal year 2004-2005 for the State Salary and Compensation Fund, which, notwithstanding the amount appropriated for this purpose in 2004 (Extra. Sess.) Ky. Acts ch. 1, sec. 12, subsec. (1) (HB 1), is to be appropriated by this Act in lieu of the amount appropriated in that Act. The State Budget Director shall make necessary adjustments to, or recoupments of, any distribution of funds made for this purpose pursuant to HB 1 prior to the effective date of this Act to conform to the adjusted appropriated amount described in this section. Included in the above General Fund appropriation is \$9,100,000 in fiscal year 2005-2006 for the State Salary and Compensation Fund for the additional costs related to the two percent cost-of-living adjustment"

GENERAL ASSEMBLY

The General Assembly concurs with the Bill as Introduced with the following changes:

The General Assembly does not include in Part III, General Provisions, language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

The State/Executive Branch Budget Bill Part I, Operating Budget, language pertaining to "Fiscal Year 2004-2005 Additional Salary and Related Fringe Benefits" is revised as follows:

**Fiscal Biennium 2004-2006
Budget Modification Report**

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State Salary Compensation Fund

"Fiscal Year 2004-2005 Additional Salary and Related Fringe Benefits: Included in the above General Fund appropriation is \$7,053,000 in fiscal year 2004-2005 for the State Salary and Compensation Fund, which, notwithstanding the amount appropriated for this purpose in 2004 (Extra. Sess.) Ky. Acts ch. 1, sec. 12, subsec. (1) (HB 1), is to be appropriated by this Act in lieu of the amount appropriated in that Act. The State Budget Director shall make necessary adjustments to, or recoupments of, any distribution of funds made for this purpose pursuant to HB 1 prior to the effective date of this Act to conform to the adjusted appropriated amount described in this section. Included in the above General Fund appropriation is \$14,100,000 in fiscal year 2005-2006 for the State Salary and Compensation Fund for the additional costs related to the three percent cost-of-living adjustment"

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J - Personnel**Operating Budget****State Group Health Insurance Fund**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE						
General Fund	17,695,600	17,695,600		38,458,900	38,458,900	
Regular Total Funds	17,695,600	17,695,600		38,458,900	38,458,900	
Continuing						
TOTAL FUNDS	17,695,600	17,695,600		38,458,900	38,458,900	
II. EXPENDITURE CATEGORY						
Personnel Costs	17,695,600	17,695,600		38,458,900	38,458,900	
TOTAL EXPENDITURES	17,695,600	17,695,600		38,458,900	38,458,900	
III. BASE LEVEL BUDGET BY FUND SOURCE						
General Fund	17,695,600	17,695,600		38,458,900	38,458,900	
Regular Total Funds	17,695,600	17,695,600		38,458,900	38,458,900	
Continuing						
TOTAL BASE LEVEL	17,695,600	17,695,600		38,458,900	38,458,900	

**Fiscal Biennium 2004-2006
Budget Modification Report**

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State Group Health Insurance Fund

BILL AS INTRODUCED

The State/Executive Budget Bill, Part III, General Provisions, includes language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

State salary/compensation and employment policy including increments, retirement, health insurance, and personnel complement are addressed in the State/Executive Branch Budget Bill, Part IV, State Salary Compensation and Employment Policy.

The State/Executive Branch Budget Bill, Part I, Operating Budget, includes language provisions that direct:

"Group Health Insurance: The above General Fund appropriation is provided to supplement employer contributions for employee health insurance to be allocated in accordance with the procedures as contained in Part IV, State Salary/Compensation and Employment Policy, of this Act."

"Fiscal Year 2004-2005: Included in the above General Fund appropriation is \$17,695,600 in fiscal year 2004-2005 for the State Group Health Insurance Fund, which, notwithstanding the amount appropriated for this purpose in 2004 (Extra. Sess.) Ky. Acts ch. 1, sec. 12, subsec. (2) (HB 1), is to be appropriated by this Act in lieu of the amount appropriated in that Act. Included in the above General Fund appropriation is \$15,241,400 in fiscal year 2004-2005 to provide additional health insurance benefits and flexible spending contributions for eligible Executive Branch employees, which, notwithstanding the amount appropriated for this purpose in 2004 (Extra. Sess.) Ky. Acts ch. 1, sec. 12, subsec. (2) (HB 1), is to be appropriated by this Act in lieu of the amount appropriated in that Act. Included in the above General Fund appropriation is \$2,454,200 in fiscal year 2004-2005 for the Personnel Cabinet to provide assistance to eligible quasi-governmental employers and the Kentucky Community and Technical College System for their employees participating in the state health insurance program for the employer cost of increased benefits to the plan, which, notwithstanding the amount appropriated for this purpose in 2004 (Extra. Sess.) Ky. Acts ch. 1, sec. 12, subsec. (2) (HB 1), is to be appropriated by this Act in lieu of the amount appropriated in that Act. The State Budget Director shall make necessary adjustments to, or recoupments of, any distribution of funds made for this purpose pursuant to HB 1 prior to the effective date of this Act to conform to the adjusted appropriated amount described in this section."

"Fiscal Year 2005-2006: Included in the above General Fund appropriation is \$31,191,200 to provide additional health insurance benefits and flexible spending contributions for eligible Executive Branch employees. Included in the above General Fund appropriation is \$7,267,700 to provide assistance to eligible quasi-governmental employers, public health departments, and the

**Fiscal Biennium 2004-2006
Budget Modification Report**

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State Group Health Insurance Fund

Kentucky Community and Technical College System in covering the increased costs for employees participating in the state health insurance program."

GENERAL ASSEMBLY

The General Assembly concurs with the Bill as Introduced with the following change:

The General Assembly does not include in Part III, General Provisions, language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

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FISCAL BIENNIUM 2004-2006 COMMONWEALTH BUDGET

FINAL BUDGET MEMORANDUM

POSTSECONDARY EDUCATION

APRIL 27, 2005

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Postsecondary Education

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Postsecondary Education

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FB 2004-2006 FINAL BUDGET MEMORANDUM - 2005 GENERAL ASSEMBLY

OPERATING BUDGET - TOTAL FUNDS

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
REGULAR APPROPRIATIONS SUMMARY BY APPROPRIATION UNIT						
Council on Postsecondary Education	151,747,800	151,747,800		147,922,300	215,758,700	67,836,400
Kentucky Higher Education Assistance Authority	192,350,000	192,350,000		196,454,800	196,454,800	
Eastern Kentucky University	216,897,100	216,897,100		230,709,600	230,709,600	
Kentucky State University	51,136,400	52,236,400	1,100,000	50,904,000	52,004,000	1,100,000
Morehead State University	137,432,500	137,432,500		137,635,800	137,635,800	
Murray State University	124,784,900	124,784,900		129,625,100	129,925,100	300,000
Northern Kentucky University	149,676,200	149,676,200		158,938,000	158,938,000	
University of Kentucky	1,390,829,200	1,391,929,200	1,100,000	1,444,143,300	1,445,918,300	1,775,000
University of Louisville	610,798,800	610,798,800		653,561,000	653,936,000	375,000
Western Kentucky University	232,226,400	232,226,400		249,043,200	249,043,200	
Kentucky Community and Technical College System	527,666,500	527,666,500		570,640,500	570,640,500	
Regular Appropriation	3,785,545,800	3,787,745,800	2,200,000	3,969,577,600	4,040,964,000	71,386,400

FB 2004-2006 FINAL BUDGET MEMORANDUM - 2005 GENERAL ASSEMBLY

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OPERATING BUDGET - GENERAL FUND (TOBACCO)

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
REGULAR APPROPRIATIONS SUMMARY BY APPROPRIATION UNIT						
Council on Postsecondary Education	5,431,300	5,431,300		5,421,300	5,421,300	
Kentucky Higher Education Assistance Authority	900,000	900,000		900,000	900,000	
Regular Appropriation	6,331,300	6,331,300		6,321,300	6,321,300	
CONTINUED RESERVE SPENDING SUMMARY BY APPROPRIATION UNIT						
Kentucky Higher Education Assistance Authority	63,600	63,600				
Reserve Spending	63,600	63,600				

FB 2004-2006 FINAL BUDGET MEMORANDUM - 2005 GENERAL ASSEMBLY

OPERATING BUDGET - GENERAL FUND

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
REGULAR APPROPRIATIONS SUMMARY BY APPROPRIATION UNIT						
Council on Postsecondary Education	124,139,300	124,139,300		121,932,700	189,386,700	67,454,000
Kentucky Higher Education Assistance Authority	85,055,400	85,055,400		86,233,500	86,233,500	
Eastern Kentucky University	72,225,200	72,225,200		73,922,200	73,922,200	
Kentucky State University	23,700,900	24,800,900	1,100,000	23,468,500	24,568,500	1,100,000
Morehead State University	42,282,300	42,282,300		42,376,100	42,376,100	
Murray State University	50,999,000	50,999,000		52,081,100	52,381,100	300,000
Northern Kentucky University	46,020,500	46,020,500		46,806,300	46,806,300	
University of Kentucky	289,805,900	290,905,900	1,100,000	301,295,800	303,070,800	1,775,000
University of Louisville	172,790,800	172,790,800		175,734,100	176,109,100	375,000
Western Kentucky University	70,040,400	70,040,400		71,963,200	71,963,200	
Kentucky Community and Technical College System	192,279,600	192,279,600		195,006,300	195,006,300	
Regular Appropriation	1,169,339,300	1,171,539,300	2,200,000	1,190,819,800	1,261,823,800	71,004,000
CONTINUED RESERVE SPENDING SUMMARY BY APPROPRIATION UNIT						
Kentucky Higher Education Assistance Authority	1,865,500	1,865,500				
Reserve Spending	1,865,500	1,865,500				

FB 2004-2006 FINAL BUDGET MEMORANDUM - 2005 GENERAL ASSEMBLY

OPERATING BUDGET - RESTRICTED FUNDS

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
REGULAR APPROPRIATIONS SUMMARY BY APPROPRIATION UNIT						
Council on Postsecondary Education	3,077,800	3,077,800		1,468,900	1,851,300	382,400
Kentucky Higher Education Assistance Authority	104,679,700	104,679,700		107,595,300	107,595,300	
Eastern Kentucky University	99,016,500	99,016,500		108,857,500	108,857,500	
Kentucky State University	14,176,500	14,176,500		14,176,500	14,176,500	
Morehead State University	58,397,300	58,397,300		58,585,200	58,585,200	
Murray State University	60,392,600	60,392,600		64,150,700	64,150,700	
Northern Kentucky University	92,525,000	92,525,000		101,001,000	101,001,000	
University of Kentucky	939,204,600	939,204,600		976,251,500	976,251,500	
University of Louisville	357,507,500	357,507,500		390,008,200	390,008,200	
Western Kentucky University	126,586,000	126,586,000		138,009,000	138,009,000	
Kentucky Community and Technical College System	212,485,900	212,485,900		236,709,600	236,709,600	
Regular Appropriation	2,068,049,400	2,068,049,400		2,196,813,400	2,197,195,800	382,400

FB 2004-2006 FINAL BUDGET MEMORANDUM - 2005 GENERAL ASSEMBLY

OPERATING BUDGET - FEDERAL FUNDS

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
REGULAR APPROPRIATIONS SUMMARY BY APPROPRIATION UNIT						
Council on Postsecondary Education	19,099,400	19,099,400		19,099,400	19,099,400	
Kentucky Higher Education Assistance Authority	1,714,900	1,714,900		1,726,000	1,726,000	
Eastern Kentucky University	45,655,400	45,655,400		47,929,900	47,929,900	
Kentucky State University	13,259,000	13,259,000		13,259,000	13,259,000	
Morehead State University	36,752,900	36,752,900		36,674,500	36,674,500	
Murray State University	13,393,300	13,393,300		13,393,300	13,393,300	
Northern Kentucky University	11,130,700	11,130,700		11,130,700	11,130,700	
University of Kentucky	161,818,700	161,818,700		166,596,000	166,596,000	
University of Louisville	80,500,500	80,500,500		87,818,700	87,818,700	
Western Kentucky University	35,600,000	35,600,000		39,071,000	39,071,000	
Kentucky Community and Technical College System	122,901,000	122,901,000		138,924,600	138,924,600	
Regular Appropriation	541,825,800	541,825,800		575,623,100	575,623,100	

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K - Postsecondary Education**Operating Budget****Summary Totals**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE						
General Fund (Tobacco)	6,331,300	6,331,300		6,321,300	6,321,300	
General Fund	1,169,339,300	1,171,539,300	2,200,000	1,190,819,800	1,261,823,800	71,004,000
Restricted Funds	2,068,049,400	2,068,049,400		2,196,813,400	2,197,195,800	382,400
Federal Funds	541,825,800	541,825,800		575,623,100	575,623,100	
Regular Total Funds	3,785,545,800	3,787,745,800	2,200,000	3,969,577,600	4,040,964,000	71,386,400
Continuing	1,929,100	1,929,100				
TOTAL FUNDS	3,787,474,900	3,789,674,900	2,200,000	3,969,577,600	4,040,964,000	71,386,400

II. EXPENDITURE CATEGORY

Personnel Costs	1,944,634,900	1,944,634,900		2,075,631,900	2,076,819,900	1,188,000
Operating Expenses	962,474,100	964,374,100	1,900,000	992,204,700	994,086,700	1,882,000
Grants, Loans, Benefits	696,042,400	696,342,400	300,000	714,542,100	765,094,500	50,552,400
Debt Service	79,309,400	79,309,400		80,090,300	97,554,300	17,464,000
Capital Outlay	104,874,100	104,874,100		107,108,600	107,408,600	300,000
Construction	140,000	140,000				
TOTAL EXPENDITURES	3,787,474,900	3,789,674,900	2,200,000	3,969,577,600	4,040,964,000	71,386,400

III. BASE LEVEL BUDGET BY FUND SOURCE

General Fund (Tobacco)	6,331,300	6,331,300		6,321,300	6,321,300	
General Fund	1,169,339,300	1,169,339,300		1,190,819,800	1,190,770,800	(49,000)
Restricted Funds	2,068,049,400	2,068,049,400		2,196,813,400	2,197,195,800	382,400
Federal Funds	541,825,800	541,825,800		575,623,100	575,623,100	
Regular Total Funds	3,785,545,800	3,785,545,800		3,969,577,600	3,969,911,000	333,400
Continuing	1,929,100	1,929,100				
TOTAL BASE LEVEL	3,787,474,900	3,787,474,900		3,969,577,600	3,969,911,000	333,400

IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE

General Fund		2,200,000	2,200,000		71,053,000	71,053,000
TOTAL ADDITIONAL		2,200,000	2,200,000		71,053,000	71,053,000

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K - Postsecondary Education**Capital Budget****Summary Totals**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
I. CAPITAL PROJECT RECAP BY FUND SOURCE						
Restricted Funds	1,477,414,600	1,723,993,100	246,578,500	63,346,000	63,346,000	
Federal Funds	42,385,000	57,635,000	15,250,000	3,353,000	3,353,000	
Bond Funds	22,500,000	397,041,000	374,541,000			
Agency Bonds		229,706,000	229,706,000			
Other Funds						
TOTAL CAPITAL	1,542,299,600	2,408,375,100	866,075,500	66,699,000	66,699,000	

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K - Postsecondary Education**Operating Budget****Council on Postsecondary Education**

Fiscal Year 2004-2005			Fiscal Year 2005-2006		
Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference

I. APPROPRIATIONS SUMMARY BY FUND SOURCE

General Fund (Tobacco)	5,431,300	5,431,300	5,421,300	5,421,300	
General Fund	124,139,300	124,139,300	121,932,700	189,386,700	67,454,000
Restricted Funds	3,077,800	3,077,800	1,468,900	1,851,300	382,400
Federal Funds	19,099,400	19,099,400	19,099,400	19,099,400	
Regular Total Funds	151,747,800	151,747,800	147,922,300	215,758,700	67,836,400
Continuing					
TOTAL FUNDS	151,747,800	151,747,800	147,922,300	215,758,700	67,836,400

II. EXPENDITURE CATEGORY

Personnel Costs	16,528,600	16,528,600	16,599,200	16,599,200	
Operating Expenses	7,565,700	7,565,700	6,844,700	6,964,700	120,000
Grants, Loans, Benefits	127,546,000	127,546,000	123,324,400	173,576,800	50,252,400
Debt Service			1,049,000	18,513,000	17,464,000
Capital Outlay	107,500	107,500	105,000	105,000	
TOTAL EXPENDITURES	151,747,800	151,747,800	147,922,300	215,758,700	67,836,400

III. BASE LEVEL BUDGET BY FUND SOURCE

General Fund (Tobacco)	5,431,300	5,431,300	5,421,300	5,421,300	
General Fund	124,139,300	124,139,300	121,932,700	120,883,700	(1,049,000)
Restricted Funds	3,077,800	3,077,800	1,468,900	1,851,300	382,400
Federal Funds	19,099,400	19,099,400	19,099,400	19,099,400	
Regular Total Funds	151,747,800	151,747,800	147,922,300	147,255,700	(666,600)
Continuing					
TOTAL BASE LEVEL	151,747,800	151,747,800	147,922,300	147,255,700	(666,600)

IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE

General Fund				68,503,000	68,503,000
TOTAL ADDITIONAL				68,503,000	68,503,000

V. ADDITIONAL BUDGET ITEMS**1 EXPAN Washington Internships**

ABR4150046 Provide funds for Internships and Academic Seminars.

General Fund				120,000	120,000
Project Total				120,000	120,000

K - Postsecondary Education**Operating Budget****Council on Postsecondary Education**

		Fiscal Year 2004-2005			Fiscal Year 2005-2006		
		Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
2	CONTN	Base Enhancement					
ABR4150047	Provide funds for the institutions base, to be distributed by the Council on Postsecondary Education.						
	General Fund					45,000,000	45,000,000
Project Total						45,000,000	45,000,000
3	CONTN	Rural Innovation Fund					
ABR4150048	Provide funds for the Rural Innovation Fund.						
	General Fund					1,000,000	1,000,000
Project Total						1,000,000	1,000,000
4	CONTN	Physical Facilities Trust Fund					
ABR4150049	Provide debt service for bonds in Part II.						
	General Fund					18,513,000	18,513,000
Project Total						18,513,000	18,513,000
5	NEW	Biotechnology Program- Shrimp Production.					
ABR4150050	Provided operating funds for the Shrimp Production program.						
	General Fund					1,100,000	1,100,000
Project Total						1,100,000	1,100,000
6	CONTN	Adult Education					
ABR4150051	Provide funds to restore base funding.						
	General Fund					2,500,000	2,500,000
Project Total						2,500,000	2,500,000
7	CONTN	Meadowbrook Dairy Research and Education Farm					
ABR4150052	Provide operating funds for the Dairy Research and Education Farm.						
	General Fund					270,000	270,000
Project Total						270,000	270,000
TOTAL ADDITIONAL						68,503,000	68,503,000

**Fiscal Biennium 2004-2006
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Council on Postsecondary Education

BILL AS INTRODUCED

State salary/compensation and employment policy including increments, retirement, health insurance, and personnel complement are addressed in the State/Executive Branch Budget Bill, Part IV, State Salary Compensation and Employment Policy.

The State/Executive Branch Budget Bill, Part III, General Provisions, includes language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

The State/Executive Branch Budget Bill, Part V, Funds Transfer, includes a language provision that directs:

"Notwithstanding the statutes or requirements of the Restricted Funds enumerated below, there is transferred to the General Fund the following amounts in fiscal year 2004-2005, and fiscal year 2005-2006."

Part V, Funds Transfer, includes a transfer of \$400,000 from Agency Revenue in fiscal year 2004-2005 and \$132,900 from the Technology Initiative Trust Fund (KRS 164.7911 and 164.7921) in fiscal year 2005-2006 from the Council on Postsecondary Education,.

The stability initiative included in the 2004-2006 Executive Budget introduced in the 2004 Regular Session required that the universities and the Kentucky Community and Technical College System (KCTCS) transfer \$41 million in one-time funds to the General Fund. This recommendation maintains that requirement, but provides \$20 million in additional General Fund in fiscal year 2004-2005 to the universities and KCTCS to be used for targeted programs. The funds are distributed back to the institutions in the same proportion as the \$41 million in fund transfers. In fiscal year 2005-2006, an additional \$11.7 million is provided to restore half of the recurring budget reductions from fiscal year 2003-2004. The funds are distributed back to the institutions in the same proportion as the original reductions.

The Executive Budget includes \$5 million in fiscal year 2005- 2006 to add to base funding for the universities and KCTCS. The Council on Postsecondary Education will allocate the additional funding among the postsecondary education institutions to rebalance the base funding of the institutions as a result of significant and disproportionate student enrollment growth over the past several years.

Additional General Fund in the amount of \$11,146,200 is provided in fiscal year 2005-2006 for the costs associated with the maintenance and operations of 29 new facilities and 8 expanded facilities.

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The Bill as introduced includes \$3 million in fiscal year 2004 2005 to the University of Kentucky to expand the capacity available for bio-science research and commercialization.

In recognition of the increased demand for more skilled employees in the mining industry, the Bill as introduced includes \$3 million in fiscal year 2005 2006 to expand the capacity of the KCTCS system.

The Executive Budget also includes \$1 million in fiscal year 2005-2006 from Tobacco Settlement – Phase I funds to provide salary bonuses for University of Kentucky County Extension Agents. Kentucky State University will receive \$1.7 million in fiscal year 2005 and \$2.2 million in fiscal year 2006 to meet its land grant match with the federal government.

The State/Executive Branch Budget Bill, Part I, Operating Budget, includes language provisions that directs:

"Debt Service: Included in the above General Fund appropriation for the Physical Facilities Fund is \$1,049,000 in fiscal year 2005-2006 for debt service to support new bonds as set forth in Part II, Capital Projects Budget, of this Act, for Postsecondary education institutions. "

"Carry Forward of General Fund Appropriation Balance: Notwithstanding KRS 45.229, the General Fund appropriation in fiscal year 2004-2005 to the Adult Education and Literacy Funding Program shall not lapse. Notwithstanding KRS 45.229, the General Fund appropriation in fiscal year 2004-2005 to the Science and Technology Funding Program shall not lapse."

"Strategic Investment and Incentive Trust Funds Interest Income: Notwithstanding KRS 164.7911, 164.7913, 164.7915, 164.7917, 164.7919, 164.7921, 164.7923, 164.7925, and 164.7927, interest earnings in the amount of \$820,000 in fiscal year 2004-2005 and \$393,900 in fiscal year 2005-2006 shall be transferred from Strategic Investment and Incentive Trust Fund accounts included under these statutes to Agency Revenue accounts within the Council on Postsecondary Education budget unit in the following amounts and for the following specified purposes: \$100,000 in fiscal year 2004-2005 for the Contract Spaces Program; \$105,500 in each year of the biennium for the Minority Student College Preparation Program; \$188,400 in each year of the biennium for the Southern Regional Board Doctoral Scholars Program; \$100,000 in each year of the biennium for the P-16 Council/Early Math Testing Programs; and \$326,100 in fiscal year 2004-2005 for the Knowledge-Based Economy Academic Program."

"Interest Earnings Transfer from the Strategic Investment and Incentive Trust Fund Accounts: Notwithstanding KRS 164.7911, 164.7913, 164.7915, 164.7917, 164.7919, 164.7921, 164.7923, 164.7925, and 164.7927, any expenditures from the Strategic Investment and Incentive Trust Fund accounts in excess of appropriated amounts by the Council on Postsecondary Education shall be subject to KRS 48.630."

**Fiscal Biennium 2004-2006
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Council on Postsecondary Education

"Kentucky Science and Technology Corporation: Notwithstanding KRS 154.12-278(3)(j), the Kentucky Science and Technology Corporation shall submit an annual plan detailing the annual allocation of funds from the Science and Technology Funding Program, excluding funds for the Knowledge-Based Economy Academic Programs, for review and approval by the Council on Postsecondary Education and the Office of the Commissioner for the New Economy within the Cabinet for Economic Development, prior to the Council on Postsecondary Education executing a contract with the Corporation to administer Science and Technology Funding programs."

"Tuition Affordability: The Council on Postsecondary Education should endeavor to minimize tuition increases to the extent possible and maintain Kentucky's affordability in providing postsecondary education for Kentuckians."

"Past Enrollment Growth Funding: Included in the above General Fund appropriation is \$5,000,000 in fiscal year 2005-2006 to be allocated by the Council on Postsecondary Education among the postsecondary education institutions to rebalance the base funding of the institutions in the context of significant and disproportionate student enrollment growth over the past several years."

"Ovarian Cancer: Notwithstanding KRS 164.476, General Fund (Tobacco) dollars in the amount of \$775,000 each fiscal year shall be allotted from the Lung Cancer Research Fund to the Ovarian Cancer Screening Outreach Program at the University of Kentucky."

The State/Executive Branch Budget Bill, Part II, Capital Projects Budget, includes a language provision as follows:

Postsecondary Education Capital Renewal and Maintenance Pool Match: The Capital Renewal and Maintenance pool provides funding for individual projects at Kentucky's public postsecondary institutions to upgrade and replace building systems and infrastructure in Education and General facilities. The individual projects funded from this pool shall be recommended by the Council on Postsecondary Education to the Secretary of the Finance and Administration Cabinet from the project listings previously identified by the Council. The Council shall determine the allocation of the Capital Renewal and Maintenance pool among the postsecondary education institutions and report that allocation to the Secretary of the Finance and Administration Cabinet and the Legislative Research Commission's Capital Projects and Bond Oversight Committee. The Bond Funds in this pool shall be matched with the institutions' Restricted Funds at varying levels as determined by the Council on Postsecondary Education.

The State/Executive Branch Budget Bill in Part II, Capital Projects Budget, K. POSTSECONDARY EDUCATION, 1. COUNCIL ON POSTSECONDARY EDUCATION, includes a Capital Renewal & Maintenance Pool for the institutions in the amount of \$15,000,000 in FY 2004-05, with supporting General Fund debt service of \$1,049,000 in fiscal year 2005-2006.

**Fiscal Biennium 2004-2006
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Council on Postsecondary Education

The Executive Branch Budget Bill, Part X, Phase I Tobacco Settlement, under B. Agricultural Development Appropriations, General Fund-Phase I Tobacco Settlement Funds, to provide \$1,000,000 in fiscal year 2005-2006 for University of Kentucky Cooperative Extension Service to support the cost of providing a bonus for county extension agents in addition to any salary adjustments which may be made.

The Executive Branch Budget Bill, Part X, Phase I Tobacco Settlement, under D. Health Care Improvement Appropriations, General Fund -Phase I Tobacco Settlement Funds 4. Postsecondary Education Funds, includes \$775,000 each year of the 2004-2006 fiscal biennium from the Lung Cancer Research Fund to the Ovarian Cancer Screening Outreach Program at the University of Kentucky.

GENERAL ASSEMBLY

The General Assembly concurs with the Bill as Introduced with the following changes:

The General Assembly does not include in Part III, General Provisions, language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

General Fund dollars in the amount of \$45,000,000 are provided in fiscal year 2005-2006 for enhancement to the institutions' base budgets.

General Fund dollars in the amount of \$5,000,000 are appropriated for enrollment growth distribution in fiscal year 2005-2006 using full time equivalent enrollment data from 1998 through 2005. These funds shall be distributed by the Council on Postsecondary Education among the postsecondary education institutions to rebalance the base funding of the institutions in the context of significant and disproportionate student enrollment growth over the past several years.

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The base enhancement and enrollment growth funds shall be distributed, in at least quarterly allotments, to the institutions as follows:

<u>General Assembly</u> <u>Fiscal Year 2005-2006</u>			
<u>Institutions</u>	<u>Enrollment Growth</u>	<u>Base Enhancement Increase</u>	<u>Total Increase</u>
	\$5 M	\$45 M	
Eastern Kentucky University	\$100,000	\$3,448,600	\$3,548,600
KCTCS	1,000,000	10,322,000	11,322,000
Kentucky State University	100,000	579,800	679,800
Morehead State University	264,300	2,199,100	2,463,400
Murray State University	257,300	2,315,900	2,573,200
Northern Kentucky University	899,600	3,627,600	4,527,200
University of Kentucky	665,700	10,565,700	11,231,400
University of Louisville	713,100	6,865,700	7,578,800
Western Kentucky University	1,000,000	5,075,600	6,075,600
TOTAL	\$5,000,000	\$45,000,000	\$50,000,000

General Fund dollars in the amount of \$120,000 are provided in fiscal year 2005-2006 for the Washington Internships and Academic Seminars Program.

General Fund dollars in the amount of \$1,000,000 are provided in fiscal year 2005-2006 for the Rural Innovation Fund.

General Fund dollars in the amount of \$1,100,000 are provided in fiscal year 2005-2006 for the Biotechnology Shrimp Production program.

General Fund dollars in the amount of \$2,500,000 are provided in fiscal year 2005-2006 for the Adult Education Program.

General Fund dollars in the amount of \$270,000 are provided in fiscal year 2005-2006 for the Meadow Brook Dairy Farm Operation.

General Fund dollars in the amount of \$1,000,000 are provided in fiscal year 2005-2006 for the University of Kentucky Cooperative Extension Service to support the cost of the County Extension Enhancement Initiative providing salary adjustment and the

**Fiscal Biennium 2004-2006
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Council on Postsecondary Education

establishment of a career advancement track for the Cooperative Extension Service. These adjustments are in addition to any other salary adjustment which may be made.

The General Assembly amends the State/Executive Branch Budget Act, Part I, Operating Budget to include the following language provisions:

"Employment in Postsecondary Institutions: Notwithstanding KRS 48.310, the following statute shall be amended as follows and

shall have permanent effect, subject to future actions by the General Assembly:

Section 1. KRS 164.360 is amended to read as follows:

- (1) (a) Each board of regents for the universities may appoint a president, and on the recommendation of the president may, in its discretion, appoint all faculty members and employees and fix their compensation and tenure of service, subject to the provisions of subsection (2) of this section.
- (b) The board of regents for the Kentucky Community and Technical College System shall appoint a president, and on the recommendation of the president may, in its discretion, appoint all faculty members and employees and fix their compensation and tenure of service, subject to the provisions of subsection (2) of this section.
- (2) No person shall be employed for a longer period than four (4) years. No person shall be employed at an institution where his relative serves on the board of regents for that institution, unless that person has been employed for at least thirty-six (36) months prior to the regent's appointment to the board.
- (3) Each board may remove the president of the university or Kentucky Community and Technical College System, and upon the recommendation of the president may remove any faculty member or employees, but no president or faculty member shall be removed except for incompetence, neglect of or refusal to perform his duty, or for immoral conduct. A president or faculty member shall not be removed until after ten (10) days' notice in writing, stating the nature of the charges preferred, and after an opportunity has been given him to make defense before the board by counsel or otherwise and to introduce testimony which shall be heard and determined by the board. Charges against a president shall be preferred by the chairperson of the board upon written information furnished to him, and charges against a faculty member shall be preferred in writing by the president unless the offense is committed in his presence."

The General Assembly amends the State/Executive Branch Budget Act, Part I Operating Budget to include the following language provisions:

Strategic Investment and Incentive Trust Funds Interest Income: Notwithstanding KRS 164.7911, 164.7913, 164.7915, 164.7917, 164.7919, 164.7921, 164.7923, 164.7925, and 164.7927, interest earnings in the amount of \$820,000 in fiscal year 2004-2005 and \$393,900 in fiscal year 2005-2006 shall be transferred from Strategic Investment and Incentive Trust Fund accounts included under these statutes to Agency Revenue accounts within the Council on Postsecondary Education budget unit in the following amounts and for the following specified purposes: \$100,000 in fiscal year 2004-2005 for the Contract Spaces Program and \$282,400 in fiscal year 2005-2006; \$105,500 in each year of the biennium for the Minority Student College Preparation Program; \$188,400 in each year of

**Fiscal Biennium 2004-2006
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Council on Postsecondary Education

the biennium for the Southern Regional Board Doctoral Scholars Program; \$100,000 in each year of the biennium for the P-16 Council/Early Math Testing Programs; and \$326,100 in fiscal year 2004-2005 for the Knowledge-Based Economy Academic Program.

Enrollment Growth Funding: Included in the above General Fund appropriation is \$5,000,000 in fiscal year 2005-2006 to be allocated, using full time equivalent enrollment data from 1998 through 2005, by the Council on Postsecondary Education among the postsecondary education institutions to rebalance the base funding of the institutions in the context of significant and disproportionate student enrollment growth over the past several years.

In Part II, the Capital Projects Budget, the General Assembly in fiscal year 2004-2005, provides \$397,041,000 of Bond Projects supported with General Fund and one half-year debt service in fiscal year 2005-06, in the amount of \$18,515,000. The projects consist of new construction, renovations, research and classroom/lab space. Projects funded by institutions are as follows:

<u>GENERAL FUND SUPPORTED BOND PROJECTS</u>		SCOPE	DEBT SERVICE
CPE Biotechnology Building/Shrimp Production	20	1,700,000	82,000
EKU Manchester Postsecondary Education Center	20	9,000,000	420,000
EKU Business/Technology Center, Phase II	20	32,850,000	1,529,500
EKU Science Complex		5,000,000	234,000
KSU Hathaway Hall Renovation - Phase II	20	7,400,000	346,000
KSU Young Hall Renovation	20	5,339,000	250,000
MoSU NASA Space Science Center	20	12,200,000	568,000
MoSU Health Science Classroom		1,500,000	72,000
MoSU New Science Complex	20	15,000,000	699,000
NKU Regional Special Events Center	20	54,000,000	2,515,000
UK Biological/Pharmaceutical Complex	20	40,000,000	1,863,000
UK Animal Diagnostic Center		8,500,000	396,000
UL Health Science Campus Research Facility, Phase III	20	39,150,000	1,823,000
WKU Renovate Science Campus, Phase II	20	33,000,000	1,536,500
WKU Math & Science Academy Renovation	20	3,750,000	177,000
LCC Classroom/Class Lab Building	20	31,741,000	1,478,000
Gateway CTC - Expand Edgewood Campus	20	15,477,000	721,000

**Fiscal Biennium 2004-2006
Budget Modification Report**

Council on Postsecondary Education

Ashland Technology Center	20	18,030,000	840,000
Warren County Technology Center	20	7,500,000	350,000
Somerset Aviation	20	1,650,000	79,000
Owensboro Technology Center	20	13,088,000	610,000
Madisonville Technology Center	20	14,000,000	653,000
Franklin Technology Center	20	12,000,000	559,000
Henderson Community Technology Center	20	13,066,000	609,000
Clay Community Center		1,500,000	72,000
Jefferson Community College Building-Design		600,000	31,000
TOTAL		397,041,000	18,515,000

In Part II, Capital Projects Budget, the General Assembly in fiscal year 2004-2005 provides \$229,706,000 of Agency Bond authorization for projects supported with Restricted Funds. Project authorization is provided as follows:

Project Name	Scope
Eastern Kentucky University	
Construct New Intramural Fields	2,300,000
Renovate Residence Halls	<u>7,500,000</u>
Subtotal	9,800,000
Kentucky State University	
Various Projects	<u>1,000,000</u>
Subtotal	1,000,000
Morehead State University	
Expand Student Wellness Center	1,000,000
Residence Hall Renovation/Improvements	<u>5,000,000</u>
Subtotal	6,000,000

**Fiscal Biennium 2004-2006
Budget Modification Report**

Council on Postsecondary Education

Murray State University

Construct New Residential College Facility	<u>13,077,000</u>
Subtotal	13,077,000

Northern Kentucky University

Construct New Student Union Building	<u>14,750,000</u>
Subtotal	14,750,000

University of Kentucky

Construct Patient Care Facility-Hospital	100,000,000
Construct Student Health Facility	24,000,000
UK Basketball Facility	<u>7,000,000</u>
Subtotal	131,000,000

University of Louisville

Purchase and Renovate Home of the Innocents	8,031,000
Construct Multipurpose Fieldhouse & Practice Facility	8,000,000
Expand Cardinal Arena for Basketball and Office	<u>9,548,000</u>
Subtotal	25,579,000

Western Kentucky University

WKU Math & Science Academy Renovation	5,000,000
Student Health Services Clinic	4,000,000
Renovate and Expand Academic/ Athletic Facilities	9,500,000
South Campus Parking and Dining	7,000,000
Prepare Information Technology Infrastructure	<u>3,000,00</u>
Subtotal	28,500,000

TOTAL	229,706,000
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**Fiscal Biennium 2004-2006
Budget Modification Report**

Council on Postsecondary Education

The General Assembly did not provide a Capital Renewal & Maintenance Pool for the institutions.

The General Assembly in HB 267, Part XX, created the Kentucky Data Research Initiative "to expand the availability of computing resources not available at the research institutions at a relatively low cost, to do education outreach to students and teachers in Kentucky's K-12 system, to expand the research institutions' presence throughout the state, and to maximize the use of computer assets that have already been purchased in K-12 systems but are often underused."

The General Assembly sustains the following Veto Message from the Governor of the Commonwealth:

Partial Veto #9 of HB 267 - "I, Ernie Fletcher, Governor of the Commonwealth of Kentucky, pursuant to the authority granted under Section 88 of the Kentucky State Constitution, do hereby veto the following part on page 124, line 14 after the word 'Institutions': delete 'Notwithstanding KRS 48.310, the following statute shall be amended as follows and shall have permanent effect, subject to future action by the General Assembly'. This part amends the nepotism statute for employees of Kentucky's public postsecondary education institutions, KRS 164.360. The current law prohibits the employment of any person at an institution where his relative serves on the board of regents for that institution. The amendment in House Bill 267 would allow the employment of any person at an institution where his relative serves on the board of regents for that institution when that person has been employed for at least thirty-six months prior to the regent's appointment to the board. This partial veto deletes the provision that would permanently amend KRS 164.360."

ADDITIONAL ACTIONS OF THE GENERAL ASSEMBLY

House Bill 497, Section 9, provides the following: "On page 176, line 14 of 2005 Regular Session HB 267/EN, delete "Restricted Funds" and insert in lieu thereof "Agency Bonds"."

K - Postsecondary Education**Capital Budget****Council on Postsecondary Education**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
I. CAPITAL PROJECT RECAP BY FUND SOURCE						
Restricted Funds	1,000,000	1,000,000				
Bond Funds	15,000,000	1,700,000	(13,300,000)			
Agency Bonds						
TOTAL CAPITAL	16,000,000	2,700,000	(13,300,000)			
II. CAPITAL PROJECTS						
1	Franklin County Lease					
PRJ4150259						
Agency Bonds						
Project Total						
2	KYVL Portal Statewide License Replacement					
PRJ4150253						
Restricted Funds	1,000,000	1,000,000				
Project Total	1,000,000	1,000,000				
3	Bio-technology Building - Shrimp Product					
PRJ4150258						
Bond Funds		1,700,000	1,700,000			
Project Total		1,700,000	1,700,000			
4	Capital Renewal and Maintenance Pool					
PRJ4150242						
Bond Funds	15,000,000		(15,000,000)			
Project Total	15,000,000		(15,000,000)			
TOTAL CAPITAL	16,000,000	2,700,000	(13,300,000)			

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K - Postsecondary Education**Operating Budget****Kentucky Higher Education Assistance Authority**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE						
General Fund (Tobacco)	900,000	900,000		900,000	900,000	
General Fund	85,055,400	85,055,400		86,233,500	86,233,500	
Restricted Funds	104,679,700	104,679,700		107,595,300	107,595,300	
Federal Funds	1,714,900	1,714,900		1,726,000	1,726,000	
Regular Total Funds	192,350,000	192,350,000		196,454,800	196,454,800	
Continuing	1,929,100	1,929,100				
TOTAL FUNDS	194,279,100	194,279,100		196,454,800	196,454,800	
II. EXPENDITURE CATEGORY						
Personnel Costs	9,793,400	9,793,400		10,981,300	10,981,300	
Operating Expenses	4,295,100	4,295,100		4,427,500	4,427,500	
Grants, Loans, Benefits	178,931,000	178,931,000		180,048,000	180,048,000	
Debt Service	748,600	748,600		746,600	746,600	
Capital Outlay	371,000	371,000		251,400	251,400	
Construction	140,000	140,000				
TOTAL EXPENDITURES	194,279,100	194,279,100		196,454,800	196,454,800	
III. BASE LEVEL BUDGET BY FUND SOURCE						
General Fund (Tobacco)	900,000	900,000		900,000	900,000	
General Fund	85,055,400	85,055,400		86,233,500	86,233,500	
Restricted Funds	104,679,700	104,679,700		107,595,300	107,595,300	
Federal Funds	1,714,900	1,714,900		1,726,000	1,726,000	
Regular Total Funds	192,350,000	192,350,000		196,454,800	196,454,800	
Continuing	1,929,100	1,929,100				
TOTAL BASE LEVEL	194,279,100	194,279,100		196,454,800	196,454,800	

**Fiscal Biennium 2004-2006
Budget Modification Report**

Kentucky Higher Education Assistance Authority

BILL AS INTRODUCED

State salary/compensation and employment policy including increments, retirement, health insurance, and personnel complement are addressed in the State/Executive Branch Budget Bill, Part IV, State Salary Compensation and Employment Policy.

The State/Executive Branch Budget Bill, Part III, General Provisions, includes language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

The State/Executive Branch Budget Bill, Part V, Funds Transfer, includes a language provision that directs:

"Notwithstanding the statutes or requirements of the Restricted Funds enumerated below, there is transferred to the General Fund the following amounts in fiscal year 2004-2005, and fiscal year 2005-2006."

Part V, Funds Transfer, includes a transfer of \$7,800,000 in FY 2004-2005 and \$59,000,000 in FY 2005-2006 in Agency Revenue from the Kentucky Higher Education Student Loan Corporation. Included in the transfer is \$49,000,000 in funds which have been held in reserve due to requirements of bond indentures which are now available because the bonds have matured and are free from any restrictions.

The State/Executive Branch Budget Bill, Part I, Operating Budget, includes language provisions that direct:

"College Access Program: Notwithstanding KRS 154A.130(4), included in the above General Fund appropriation is \$45,442,900 for the College Access Program in fiscal year 2004-2005 and \$54,763,400 in fiscal year 2005-2006; Restricted Funds are provided in the amount of \$2,893,400 for FY 2004-05 and \$930,000 in FY 2005-06; Federal Funds are provided in the amount of \$1,158,000 each fiscal year of the 2004-06 Biennium."

"Kentucky Tuition Grant Program: Notwithstanding KRS 154A.130(4), included in the above General Fund appropriation is \$22,975,500 for the Kentucky Tuition Grant Program in fiscal year 2004-2005 and \$28,470,000 in fiscal year 2005-2006; Restricted Funds are provided in the amount of \$880,000 in fiscal year 2004-05 and \$1,800,000 in FY 2005-06."

"Teacher Scholarship Program: Notwithstanding KRS 154A.130(4), included in the above General Fund appropriation for the Teacher Scholarship Program is \$1,681,600 in fiscal year 2004-2005 and \$1,681,600 in fiscal year 2005-2006; and \$609,100 in Restricted Funds each year of the 2004-2006 fiscal biennium."

"Tobacco Settlement Funds: Included in the above General Fund (Tobacco) appropriation is \$900,000 in fiscal year 2004-2005 and \$900,000 in fiscal year 2005-2006 for Early Childhood Scholarships."

"Kentucky's Affordable Prepaid Tuition (KAPT): Included in the above General Fund appropriation is \$13,700,100 in fiscal year 2004-2005 that was transferred to the KAPT Program Fund to meet KAPT's unfunded liability."

**Fiscal Biennium 2004-2006
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Kentucky Higher Education Assistance Authority

"Kentucky's Affordable Prepaid Tuition (KAPT) Contracts: Notwithstanding KRS 164A.707, no new prepaid tuition contracts for KAPT shall be entered into. Purchasers of prepaid tuition contracts may continue to make contributions to prepaid tuition accounts according to the provisions of the contract entered into with the Board of Directors of the Commonwealth Postsecondary Education Prepaid Tuition Trust Fund."

The Kentucky National Guard Tuition Award Program is provided Restricted Funds in the amount of \$3,558,100 in fiscal year and \$4,358,100 in fiscal year 2005-2006.

The Kentucky Educational Excellence Scholarship Program is provided \$80,533,200 in fiscal year 2004-2005 and \$82,612,900 in fiscal year 2005-2006.

The Executive Branch Budget Bill, Part X, Phase I Tobacco Settlement, under C. Early Childhood Development, General Fund-Phase I Tobacco Settlement funds, provides \$900,000 each year of the 2004-2006 fiscal biennium for Early Childhood Scholarships.

The FB 2004-2006 projected expenditures and student awards follows:

Executive Branch Budget Bill HB 267		Funds by Program			
<u>Program</u>	<u>Fund</u>	<u>FY 2005</u>	<u>Student</u>	<u>FY 2006</u>	<u>Student</u>
College Access Program	General	45,442,900	40,003	54,763,400	39,712
	Restricted	2,893,400	2,547	930,000	674
	Federal	1,158,000	1,019	1,158,000	840
	Total	49,494,300	43,569	56,851,400	41,227
Kentucky Tuition Grant	General	22,975,500	10,046	28,470,000	11,559
	Restricted	880,800	385	1,800,000	731
	Federal	0	0	0	0
	Total	23,856,300	10,431	30,270,000	12,290
Work Study Program	General	0	0	0	0
	Restricted	900,000	996	900,000	996
	Federal	0	0	0	0
	Total	900,000	996	900,000	996

**Fiscal Biennium 2004-2006
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Kentucky Higher Education Assistance Authority

Executive Branch Budget Bill HB 267		Funds by Program			
<u>Program</u>	<u>Fund</u>	<u>FY 2005</u>	<u>Student</u>	<u>FY 2006</u>	<u>Student</u>
Teacher Scholarships	General	1,681,600	503	1,681,600	503
	Restricted	609,100	182	609,100	182
	Federal	0	0	0	0
	Total	2,290,700	685	2,290,700	685
Ky. National Guard Tuition	General	0	0	0	0
	Restricted	3,558,100	1,188	4,358,100	1,290
	Federal	0	0	0	0
	Total	3,558,100	1,188	4,358,100	1,290
Osteopathic Medicine Scholarship	General	1,255,300	105	1,318,500	105
	Restricted	0	0	0	0
	Federal	0	0	0	0
	Total	1,255,300	105	1,318,500	105
Early Childhood Dev. Scholarship	General	900,000	921	900,000	838
	Restricted	7,000	7	28,400	26
	Federal	0	0	0	0
	Total	907,000	928	928,400	864
Ky. Educ Excellence Scholarship	General	0	0	0	0
	Restricted	80,533,200	65,104	82,612,900	65,618
	Federal	0	0	0	0
	Total	80,533,200	65,104	82,612,900	65,618

**Fiscal Biennium 2004-2006
Budget Modification Report**

Kentucky Higher Education Assistance Authority

Executive Branch Budget Bill HB 267		Funds by Program			
Program	Fund	FY 2005	Student	FY 2006	Student
Robert C. Byrd Honors Scholarship	General	0	0	0	0
	Restricted	0	0	0	0
	Federal	556,900	373	568,000	380
	Total	556,900	373	568,000	380
Total Student Aid	General	72,255,300	51,577	87,133,500	52,717
	Restricted	89,381,600	70,409	91,238,500	69,518
	Federal	1,714,900	1,392	1,726,000	1,220
	Total	163,351,800	123,378	180,098,000	123,455
Kentucky's Affordable Prepaid Tuition	General	13,700,100	N/A	0	N/A
	Restricted	742,700	N/A	841,400	N/A
	Federal	0	N/A	0	N/A
	Total	14,442,800		841,400	
General Administration and Support	General	0	N/A	0	N/A
	Restricted	14,555,400	N/A	15,515,400	N/A
	Federal	0	N/A	0	N/A
	Total	14,555,400		15,515,400	
Total Administrative	General	13,700,100	N/A	0	N/A
	Restricted	15,298,100	N/A	16,356,800	N/A
	Federal	0	N/A	0	N/A
	Total	28,998,200		16,356,800	
Total KHEAA	General	85,955,400		87,133,500	
	Restricted	104,679,700		107,595,300	
	Federal	1,714,900		1,726,000	
	Total	192,350,000		196,454,800	

**Fiscal Biennium 2004-2006
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Kentucky Higher Education Assistance Authority

GENERAL ASSEMBLY

The General Assembly concurs with the Bill as Introduced with the following changes:

The General Assembly does not include in Part III, General Provisions, language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

The General Assembly provides Part V, Fund Transfer, J. Postsecondary Education, 3. Kentucky Higher Education Assistance Authority, \$13,700,000 (KRS 393.015) to reverse the December 1, 2004 transfer made by the Board of Directors of the Kentucky Affordable Prepaid Tuition (KAPT) Program.

The General Assembly provides Part XXI, Kentucky Affordable Prepaid Tuition (KAPT) Contracts, that in part, states, "new prepaid tuition contracts entered into for a tuition plan approved by the board shall contain actuarially sound premiums sufficient to prevent their contribution to a program fund deficit. No general fund moneys or abandoned property funds shall be available for the support of the Commonwealth postsecondary education prepaid tuition trust fund." Additionally, KRS 393.015, Use of abandoned property funds to support Commonwealth postsecondary education prepaid tuition trust fund, is repealed.

K - Postsecondary Education**Capital Budget****Kentucky Higher Education Assistance Authority**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
I. CAPITAL PROJECT RECAP BY FUND SOURCE						
Restricted Funds	140,000	140,000				
TOTAL CAPITAL	140,000	140,000				
II. CAPITAL PROJECTS						
1 Purchase Inserter						
PRJ0750001						
Restricted Funds	140,000	140,000				
Project Total	140,000	140,000				
TOTAL CAPITAL	140,000	140,000				

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K - Postsecondary Education**Capital Budget****Kentucky Higher Education Student Loan Corporation**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
I. CAPITAL PROJECT RECAP BY FUND SOURCE						
Restricted Funds	700,000	700,000				
TOTAL CAPITAL	700,000	700,000				
II. CAPITAL PROJECTS						
1 Upgrade IBM Iseries-Based Equipment						
PRJ0760001						
Restricted Funds	700,000	700,000				
Project Total	700,000	700,000				
2 Jefferson County - Lease						
PRJ0760002						
Restricted Funds						
Project Total						
TOTAL CAPITAL	700,000	700,000				

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K - Postsecondary Education**Operating Budget****Eastern Kentucky University**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE						
General Fund	72,225,200	72,225,200		73,922,200	73,922,200	
Restricted Funds	99,016,500	99,016,500		108,857,500	108,857,500	
Federal Funds	45,655,400	45,655,400		47,929,900	47,929,900	
Regular Total Funds	216,897,100	216,897,100		230,709,600	230,709,600	
Continuing						
TOTAL FUNDS	216,897,100	216,897,100		230,709,600	230,709,600	
II. EXPENDITURE CATEGORY						
Personnel Costs	116,041,500	116,041,500		121,256,700	121,256,700	
Operating Expenses	60,744,000	60,744,000		66,686,600	66,686,600	
Grants, Loans, Benefits	33,923,000	33,923,000		35,540,900	35,540,900	
Debt Service	4,766,400	4,766,400		5,303,200	5,303,200	
Capital Outlay	1,422,200	1,422,200		1,922,200	1,922,200	
TOTAL EXPENDITURES	216,897,100	216,897,100		230,709,600	230,709,600	
III. BASE LEVEL BUDGET BY FUND SOURCE						
General Fund	72,225,200	72,225,200		73,922,200	73,922,200	
Restricted Funds	99,016,500	99,016,500		108,857,500	108,857,500	
Federal Funds	45,655,400	45,655,400		47,929,900	47,929,900	
Regular Total Funds	216,897,100	216,897,100		230,709,600	230,709,600	
Continuing						
TOTAL BASE LEVEL	216,897,100	216,897,100		230,709,600	230,709,600	

**Fiscal Biennium 2004-2006
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04/19/05 10:52 AM

Eastern Kentucky University

BILL AS INTRODUCED

The State/Executive Branch Budget Bill, Part III, General Provisions, includes language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

The State/Executive Branch Budget Bill, Part V, Funds Transfer, includes a language provision that directs:

"Notwithstanding the statutes or requirements of the Restricted Funds enumerated below, there is transferred to the General Fund the following amounts in fiscal year 2004-2005, and fiscal year 2005-2006."

Part V, Funds Transfer, includes a transfer of \$2,415,700 from Agency Revenue Fund in fiscal year 2004-2005.

The amount of \$1,033,900 is provided in fiscal year 2005-2006 to restore one-half of the recurring budget reductions resulting from the "Stability Initiative" of fiscal year 2003-04.

GENERAL ASSEMBLY

The General Assembly concurs with the Bill as Introduced with the following changes

The General Assembly does not include in Part III, General Provisions, language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

The General Assembly provides Part I, language provision, that directs: "Included in the above General Fund appropriation is \$200,000 each fiscal year for maintenance and support of the university farm and which shall be expended for no other purpose."

The General Assembly provides Part I, language provision that directs: "(3) Martin County Damage Trust Fund: In fiscal year 2004-2005, \$150,000 is appropriated from the NR Martin County Damage Trust Fund set up under agreed order July 31, 2002, DOW-25070-042, DOW-25151-042, and DOW-21509-042 to Eastern Kentucky University to provide independent water testing and technical assistance to the citizens of Martin County.

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04/19/05 10:52 AM

Eastern Kentucky University

The Secretary of the Finance and Administration Cabinet and the State Budget Director shall develop and implement a Memorandum of Agreement between Eastern Kentucky University and the Fiscal Court of Martin County to ensure that the purposes of this provision are implemented. The Secretary of the Finance and Administration Cabinet shall report to the Interim Joint Committee on Appropriations and Revenue upon completion of the Memorandum of Agreement and the appropriation of funds, before the end of fiscal year 2004-2005."

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K - Postsecondary Education**Capital Budget****Eastern Kentucky University**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
I. CAPITAL PROJECT RECAP BY FUND SOURCE						
Restricted Funds	20,819,000	20,819,000		13,600,000	13,600,000	
Bond Funds		46,850,000	46,850,000			
Agency Bonds		9,800,000	9,800,000			
TOTAL CAPITAL	20,819,000	77,469,000	56,650,000	13,600,000	13,600,000	
II. CAPITAL PROJECTS						
1 Renovate Student Health Center						
PRJ4300255						
Restricted Funds	2,072,000	2,072,000				
Project Total	2,072,000	2,072,000				
2 Upgrade Academic Computing						
PRJ4300244						
Restricted Funds	2,300,000	2,300,000		2,600,000	2,600,000	
Project Total	2,300,000	2,300,000		2,600,000	2,600,000	
3 Purchase Network Education System Component						
PRJ4300261						
Restricted Funds	3,450,000	3,450,000		3,500,000	3,500,000	
Project Total	3,450,000	3,450,000		3,500,000	3,500,000	
4 Expand, Upgrade Campus Data Network						
PRJ4300258						
Restricted Funds	7,212,000	7,212,000		6,000,000	6,000,000	
Project Total	7,212,000	7,212,000		6,000,000	6,000,000	
5 Upgrade Administrative Computing System						
PRJ4300252						
Restricted Funds	1,650,000	1,650,000		1,500,000	1,500,000	
Project Total	1,650,000	1,650,000		1,500,000	1,500,000	
6 Purchase Fourier Trans. Nuc. Mag. Res. Spect.						
PRJ4300246						
Restricted Funds	135,000	135,000				
Project Total	135,000	135,000				

K - Postsecondary Education**Capital Budget****Eastern Kentucky University**

		Fiscal Year 2004-2005			Fiscal Year 2005-2006		
		Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
7	Construct E & G Life Safety Begley Elevator Reauthorization (\$75,000 Restricted Funds)						
	PRJ4300250						
	Restricted Funds						
	Project Total						
8	Purchase of Property						
	PRJ4300253						
	Restricted Funds	3,000,000	3,000,000				
	Project Total	3,000,000	3,000,000				
9	Guaranteed Energy Savings Project						
	PRJ4300259						
	Other Funds						
	Project Total						
10	Renovate Watts Property (Elmwood) Reauthorization (\$2,000,000 Restricted Funds)						
	PRJ4300245						
	Other Funds						
	Project Total						
11	Expand and Renovate Presnell Building Reauthorization (\$1,000,000 Restricted Funds)						
	PRJ4300249						
	Other Funds						
	Project Total						
12	Expand Indoor Tennis Facility						
	PRJ4300256						
	Restricted Funds	1,000,000	1,000,000				
	Project Total	1,000,000	1,000,000				
13	Construct Business/Technology Center, Phase II						
	PRJ4300260						
	Bond Funds		32,850,000	32,850,000			
	Project Total		32,850,000	32,850,000			
14	Renovate Residence Hall						
	PRJ4300248						
	Agency Bonds		7,500,000	7,500,000			
	Project Total		7,500,000	7,500,000			

K - Postsecondary Education**Capital Budget****Eastern Kentucky University**

		Fiscal Year 2004-2005			Fiscal Year 2005-2006		
		Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
15	Science Complex						
PRJ4300265							
Bond Funds			5,000,000	5,000,000			
Project Total			5,000,000	5,000,000			
16	Manchester Postsecondary Education Center						
PRJ4300266							
Bond Funds			9,000,000	9,000,000			
Project Total			9,000,000	9,000,000			
17	Construct Intramural Fields						
PRJ4300254							
Agency Bonds			2,300,000	2,300,000			
Project Total			2,300,000	2,300,000			
TOTAL CAPITAL		20,819,000	77,469,000	56,650,000	13,600,000	13,600,000	

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K - Postsecondary Education**Operating Budget****Kentucky State University**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE						
General Fund	23,700,900	24,800,900	1,100,000	23,468,500	24,568,500	1,100,000
Restricted Funds	14,176,500	14,176,500		14,176,500	14,176,500	
Federal Funds	13,259,000	13,259,000		13,259,000	13,259,000	
Regular Total Funds	51,136,400	52,236,400	1,100,000	50,904,000	52,004,000	1,100,000
Continuing						
TOTAL FUNDS	51,136,400	52,236,400	1,100,000	50,904,000	52,004,000	1,100,000
II. EXPENDITURE CATEGORY						
Personnel Costs	32,907,700	32,907,700		33,159,300	33,159,300	
Operating Expenses	14,534,500	15,634,500	1,100,000	14,831,000	15,931,000	1,100,000
Debt Service	1,664,900	1,664,900		873,500	873,500	
Capital Outlay	2,029,300	2,029,300		2,040,200	2,040,200	
TOTAL EXPENDITURES	51,136,400	52,236,400	1,100,000	50,904,000	52,004,000	1,100,000
III. BASE LEVEL BUDGET BY FUND SOURCE						
General Fund	23,700,900	23,700,900		23,468,500	23,468,500	
Restricted Funds	14,176,500	14,176,500		14,176,500	14,176,500	
Federal Funds	13,259,000	13,259,000		13,259,000	13,259,000	
Regular Total Funds	51,136,400	51,136,400		50,904,000	50,904,000	
Continuing						
TOTAL BASE LEVEL	51,136,400	51,136,400		50,904,000	50,904,000	
IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE						
General Fund		1,100,000	1,100,000		1,100,000	1,100,000
TOTAL ADDITIONAL		1,100,000	1,100,000		1,100,000	1,100,000
V. ADDITIONAL BUDGET ITEMS						
1 CONTN Land Grant Match						
ABR4350013 Provide funds for Federal match.						
General Fund		1,100,000	1,100,000		1,100,000	1,100,000
Project Total		1,100,000	1,100,000		1,100,000	1,100,000
TOTAL ADDITIONAL		1,100,000	1,100,000		1,100,000	1,100,000

**Fiscal Biennium 2004-2006
Budget Modification Report**

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Kentucky State University

BILL AS INTRODUCED

The State/Executive Branch Budget Bill, Part III, General Provisions, includes language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

The State/Executive Branch Budget Bill, Part V, Funds Transfer, includes a language provision that directs:

"Notwithstanding the statutes or requirements of the Restricted Funds enumerated below, there is transferred to the General Fund the following amounts in fiscal year 2004-2005, and fiscal year 2005-2006."

Part V, Funds Transfer, includes a transfer of \$586,000 from Agency Revenue Fund in fiscal year 2004-05.

The amount of \$172,500 is provided in fiscal year 2005-2006 to restore one-half of the recurring budget reductions resulting from the "Stability Initiative" of fiscal year 2003-2004.

The Senate concurs with the House

GENERAL ASSEMBLY

The General Assembly concurs with the Bill as Introduced with the following change:

The General Assembly does not include in Part III, General Provisions, language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

K - Postsecondary Education**Capital Budget****Kentucky State University**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
I. CAPITAL PROJECT RECAP BY FUND SOURCE						
Restricted Funds	38,498,000	38,894,000	396,000	17,050,000	17,050,000	
Federal Funds				3,353,000	3,353,000	
Bond Funds		12,739,000	12,739,000			
Agency Bonds		1,000,000	1,000,000			
TOTAL CAPITAL	38,498,000	52,633,000	14,135,000	20,403,000	20,403,000	
II. CAPITAL PROJECTS						
1	Bradford Hall Structural Repair					
PRJ4350262						
Restricted Funds	900,000	900,000				
Project Total	900,000	900,000				
2	Expand Business Wing and Renovate Bradford Hall					
PRJ4350276						
Restricted Funds	8,400,000	8,400,000		16,600,000	16,600,000	
Project Total	8,400,000	8,400,000		16,600,000	16,600,000	
3	Construct New Residence Hall					
PRJ4350277						
Restricted Funds	20,000,000	20,000,000				
Project Total	20,000,000	20,000,000				
4	Roof Repairs and Replacement Exum/Combs/ Bell Gym					
PRJ4350269						
Restricted Funds	450,000	450,000		450,000	450,000	
Project Total	450,000	450,000		450,000	450,000	
5	Extend Fiber Network to South Campus					
PRJ4350270						
Restricted Funds	839,000	839,000				
Project Total	839,000	839,000				
6	Implement Smart Card Technology					
PRJ4350264						
Restricted Funds	1,165,000	1,165,000				
Project Total	1,165,000	1,165,000				

K - Postsecondary Education**Capital Budget****Kentucky State University**

		Fiscal Year 2004-2005			Fiscal Year 2005-2006		
		Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
7	Add New Chiller						
PRJ4350266							
Restricted Funds		2,392,000	2,392,000				
Project Total		2,392,000	2,392,000				
8	Hill Student Center 3rd Floor Build-out						
PRJ4350263							
Restricted Funds		600,000	600,000				
Project Total		600,000	600,000				
9	Telecommunication Equipment (PBX)						
PRJ4350274							
Restricted Funds		1,352,000	1,352,000				
Project Total		1,352,000	1,352,000				
10	Alumni Stadium Structural Repair						
PRJ4350268							
Restricted Funds		400,000	400,000				
Project Total		400,000	400,000				
11	Expand Cooperative Extension Bldg.						
PRJ4350275							
Federal Funds					3,353,000	3,353,000	
Project Total					3,353,000	3,353,000	
12	Softball Field						
PRJ4350267							
Restricted Funds		500,000	500,000				
Project Total		500,000	500,000				
13	Guaranteed Energy Savings Project						
PRJ4350279							
Other Funds							
Project Total							
14	Design Parking Garage						
PRJ4350280							
Restricted Funds		1,500,000	1,500,000				
Project Total		1,500,000	1,500,000				

K - Postsecondary Education**Capital Budget****Kentucky State University**

		Fiscal Year 2004-2005			Fiscal Year 2005-2006		
		Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
15	Hathaway Hall Renovation Phase II						
PRJ4350272							
Bond Funds			7,400,000	7,400,000			
Project Total			7,400,000	7,400,000			
16	Renovate Young Hall Reauthorization (\$4,547,000 Agency Bonds)						
PRJ4350271							
Restricted Funds			396,000	396,000			
Bond Funds			5,339,000	5,339,000			
Project Total			5,735,000	5,735,000			
18	Various Projects Pool						
PRJ4350283							
Agency Bonds			1,000,000	1,000,000			
Project Total			1,000,000	1,000,000			
TOTAL CAPITAL		38,498,000	52,633,000	14,135,000	20,403,000	20,403,000	

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K - Postsecondary Education**Operating Budget****Morehead State University**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE						
General Fund	42,282,300	42,282,300		42,376,100	42,376,100	
Restricted Funds	58,397,300	58,397,300		58,585,200	58,585,200	
Federal Funds	36,752,900	36,752,900		36,674,500	36,674,500	
Regular Total Funds	137,432,500	137,432,500		137,635,800	137,635,800	
Continuing						
TOTAL FUNDS	137,432,500	137,432,500		137,635,800	137,635,800	
II. EXPENDITURE CATEGORY						
Personnel Costs	64,385,500	64,385,500		64,949,500	64,949,500	
Operating Expenses	22,257,600	22,257,600		21,616,300	21,616,300	
Grants, Loans, Benefits	38,658,700	38,658,700		38,966,600	38,966,600	
Debt Service	5,255,100	5,255,100		5,253,300	5,253,300	
Capital Outlay	6,875,600	6,875,600		6,850,100	6,850,100	
TOTAL EXPENDITURES	137,432,500	137,432,500		137,635,800	137,635,800	
III. BASE LEVEL BUDGET BY FUND SOURCE						
General Fund	42,282,300	42,282,300		42,376,100	42,376,100	
Restricted Funds	58,397,300	58,397,300		58,585,200	58,585,200	
Federal Funds	36,752,900	36,752,900		36,674,500	36,674,500	
Regular Total Funds	137,432,500	137,432,500		137,635,800	137,635,800	
Continuing						
TOTAL BASE LEVEL	137,432,500	137,432,500		137,635,800	137,635,800	

**Fiscal Biennium 2004-2006
Budget Modification Report**

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Morehead State University

BILL AS INTRODUCED

The State/Executive Branch Budget Bill, Part III, General Provisions, includes language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

The State/Executive Branch Budget Bill, Part V, Funds Transfer, includes a language provision that directs:

"Notwithstanding the statutes or requirements of the Restricted Funds enumerated below, there is transferred to the General Fund the following amounts in fiscal year 2004-2005, and fiscal year 2005-2006."

Part V, Funds Transfer, includes a transfer of \$1,501,300 from Agency Revenue Fund in fiscal year 2004-05.

The amount of \$569,400 is provided in fiscal year 2004-2005 to restore one-half of the recurring budget reductions resulting from the "Stability Initiative" of fiscal year 2003-04.

GENERAL ASSEMBLY

The General Assembly concurs with the Bill as Introduced with the following changes:

The General Assembly does not include in Part III, General Provisions, language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

The General Assembly provides Part I, language provision, that directs: "Included in the above General Fund appropriation is \$200,000 each fiscal year for maintenance and support of the university farm and which shall be expended for no other purpose."

ADDITIONAL ACTIONS OF THE GENERAL ASSEMBLY

House Bill 497, Section 9, provides the following: "On page 176, line 14 of 2005 Regular Session HB 267/EN, 'delete Restricted Funds' and insert in lieu thereof 'Agency Bonds'."

K - Postsecondary Education**Capital Budget****Morehead State University**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
I. CAPITAL PROJECT RECAP BY FUND SOURCE						
Restricted Funds	15,049,000	15,049,000				
Federal Funds	5,000,000	10,000,000	5,000,000			
Bond Funds		15,200,000	15,200,000			
Agency Bonds		6,000,000	6,000,000			
TOTAL CAPITAL	20,049,000	46,249,000	26,200,000			
II. CAPITAL PROJECTS						
1	Major Item of Equipment Pool					
PRJ4400314						
Restricted Funds	3,740,000	3,740,000				
Project Total	3,740,000	3,740,000				
2	Comply with ADA- E and G - Additional					
PRJ4400297						
Restricted Funds	500,000	500,000				
Project Total	500,000	500,000				
3	Enhance Network/Infrastructure Resources Reauthorization (\$2,250,000 Restricted Funds)					
PRJ4400303						
Restricted Funds						
Project Total						
4	Enhance Library Automation Resources Reauthorization (\$750,000 Restricted Funds)					
PRJ4400304						
Restricted Funds						
Project Total						
5	Enhance Distance Learning Systems Reauthorization (\$2,500,000 Restricted Funds)					
PRJ4400292						
Restricted Funds						
Project Total						
6	Expand Compressed Video Resources					
PRJ4400283						
Restricted Funds	309,000	309,000				
Project Total	309,000	309,000				

K - Postsecondary Education**Capital Budget****Morehead State University**

		Fiscal Year 2004-2005			Fiscal Year 2005-2006		
		Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
7	Upgrade Instruct. PCs/LANS/Peripherals						
PRJ4400282							
Restricted Funds							
Project Total							
8	Upgrade Administrative Office Systems Reauthorization (\$2,000,000 Restricted Funds)						
PRJ4400306							
Restricted Funds							
Project Total							
9	Reconstruct Central Campus Reauthorization (\$780,000 Restricted Funds)						
PRJ4400301							
Restricted Funds							
Project Total							
10	Acquire Land Related to Master Plan						
PRJ4400286							
Restricted Funds		2,000,000	2,000,000				
Project Total		2,000,000	2,000,000				
11	Replace Boiler Tubes						
PRJ4400310							
Restricted Funds		800,000	800,000				
Project Total		800,000	800,000				
12	Replace Bag House						
PRJ4400311							
Restricted Funds		2,000,000	2,000,000				
Project Total		2,000,000	2,000,000				
13	Comply with ADA - Auxiliary Reauthorization (\$1,200,000 Restricted Funds)						
PRJ4400298							
Restricted Funds							
Project Total							
14	Construct Family Hous Complexes Phase II						
PRJ4400308							
Restricted Funds		700,000	700,000				
Project Total		700,000	700,000				

K - Postsecondary Education**Capital Budget****Morehead State University**

		Fiscal Year 2004-2005			Fiscal Year 2005-2006		
		Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
15	Kentucky Geodetic Infrastructure - Phase I						
PRJ4400321							
	Federal Funds	5,000,000	5,000,000				
	Project Total	5,000,000	5,000,000				
16	Implement Integrated ERP System						
PRJ4400322							
	Restricted Funds	5,000,000	5,000,000				
	Project Total	5,000,000	5,000,000				
17	Construct MSU-NASA Space Science Ctr.						
PRJ4400294							
	Federal Funds		5,000,000	5,000,000			
	Bond Funds		12,200,000	12,200,000			
	Project Total		17,200,000	17,200,000			
18	Expand Student Wellness Center						
PRJ4400285							
	Agency Bonds		1,000,000	1,000,000			
	Project Total		1,000,000	1,000,000			
19	Health Science Classroom Building						
PRJ4400323							
	Bond Funds		1,500,000	1,500,000			
	Project Total		1,500,000	1,500,000			
20	Residence Hall Renovation/Improvement Pool						
PRJ4400324							
	Agency Bonds		5,000,000	5,000,000			
	Project Total		5,000,000	5,000,000			
21	Clay Community Center - Eight Additional Classrooms						
PRJ4400325							
	Bond Funds		1,500,000	1,500,000			
	Project Total		1,500,000	1,500,000			
TOTAL CAPITAL		20,049,000	46,249,000	26,200,000			

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K - Postsecondary Education**Operating Budget****Murray State University**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE						
General Fund	50,999,000	50,999,000		52,081,100	52,381,100	300,000
Restricted Funds	60,392,600	60,392,600		64,150,700	64,150,700	
Federal Funds	13,393,300	13,393,300		13,393,300	13,393,300	
Regular Total Funds	124,784,900	124,784,900		129,625,100	129,925,100	300,000
Continuing						
TOTAL FUNDS	124,784,900	124,784,900		129,625,100	129,925,100	300,000
II. EXPENDITURE CATEGORY						
Personnel Costs	80,932,700	80,932,700		85,413,000	85,413,000	
Operating Expenses	31,401,800	31,401,800		31,832,800	31,832,800	
Grants, Loans, Benefits	6,091,800	6,091,800		6,091,800	6,091,800	
Debt Service	3,784,800	3,784,800		3,713,700	3,713,700	
Capital Outlay	2,573,800	2,573,800		2,573,800	2,873,800	300,000
TOTAL EXPENDITURES	124,784,900	124,784,900		129,625,100	129,925,100	300,000
III. BASE LEVEL BUDGET BY FUND SOURCE						
General Fund	50,999,000	50,999,000		52,081,100	52,081,100	
Restricted Funds	60,392,600	60,392,600		64,150,700	64,150,700	
Federal Funds	13,393,300	13,393,300		13,393,300	13,393,300	
Regular Total Funds	124,784,900	124,784,900		129,625,100	129,625,100	
Continuing						
TOTAL BASE LEVEL	124,784,900	124,784,900		129,625,100	129,625,100	
IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE						
General Fund					300,000	300,000
TOTAL ADDITIONAL					300,000	300,000
V. ADDITIONAL BUDGET ITEMS						
1 NEW Pathological Incinerator - Breathitt Veterinary Center						
ABR4450006 Provide funds to replace existing pathological incinerator.						
General Fund					300,000	300,000
Project Total					300,000	300,000
TOTAL ADDITIONAL					300,000	300,000

**Fiscal Biennium 2004-2006
Budget Modification Report**

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Murray State University

BILL AS INTRODUCED

The State/Executive Branch Budget Bill, Part III, General Provisions, includes language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

The State/Executive Branch Budget Bill, Part V, Funds Transfer, includes a language provision that directs:

"Notwithstanding the statutes or requirements of the Restricted Funds enumerated below, there is transferred to the General Fund the following amounts in fiscal year 2004-2005, and fiscal year 2005-2006."

Part V, Funds Transfer, includes a transfer of \$1,632,900 from Agency Revenue Fund in fiscal year 2004-05.

The amount of \$646,900 is provided in fiscal year 2005-2006 to restore one-half of the recurring budget reductions resulting from the "Stability Initiative" of fiscal year 2003-2004.

GENERAL ASSEMBLY

The General Assembly concurs with the Bill as Introduced with the following changes:

The General Assembly does not include in Part III, General Provisions, language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

The General Assembly provides General Fund in the amount of \$300,000 in fiscal year 2005-06 for a new Pathological Incinerator for the Breathitt Veterinary Center, which includes building modification, engineering equipment, and installation.

Part I, language provision, relating to the Breathitt Veterinary Center directs: "Included in the above General Fund appropriation is \$2,535,100 and included in the above Restricted Funds appropriation is \$450,000, both in fiscal year 2005-2006, for the Breathitt Veterinary Center. Notwithstanding KRS 48.130 and 48.600, there shall be no reduction in funding."

The General Assembly provides Part I, language provision, that directs: "Included in the above General Fund appropriation is \$200,000 each fiscal year for maintenance and support of the university farm and which shall be expended for no other purpose."

K - Postsecondary Education**Capital Budget****Murray State University**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
I. CAPITAL PROJECT RECAP BY FUND SOURCE						
Restricted Funds	16,037,800	36,114,800	20,077,000			
Bond Funds		15,000,000	15,000,000			
Agency Bonds		13,077,000	13,077,000			
TOTAL CAPITAL	16,037,800	64,191,800	48,154,000			
II. CAPITAL PROJECTS						
1	Guaranteed Energy Savings Project					
PRJ4450396						
Other Funds						
Project Total						
2	Acquire Land					
PRJ4450358						
Restricted Funds	499,800	499,800				
Project Total	499,800	499,800				
3	Install 350 Ton Chiller - Reg Special Events Ctr Reauthorization (\$400,000 Restricted Funds)					
PRJ4450386						
Restricted Funds	260,000	260,000				
Project Total	260,000	260,000				
4	Construct Public Safety Building					
PRJ4450365						
Restricted Funds	1,500,000	1,500,000				
Project Total	1,500,000	1,500,000				
5	Repair Stewart Stadium - Structural					
PRJ4450400						
Restricted Funds	2,000,000	2,000,000				
Project Total	2,000,000	2,000,000				
6	Install Baseball Field & Stadium Sidewalk Lights - Reauthorization (\$600,000 Restricted Funds)					
PRJ4450413						
Restricted Funds						
Project Total						

K - Postsecondary Education**Capital Budget****Murray State University**

		Fiscal Year 2004-2005			Fiscal Year 2005-2006		
		Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
7	Replace Breathitt Veterinary Center Incinerator						
PRJ4450314							
	Restricted Funds	1,500,000	1,500,000				
	Project Total	1,500,000	1,500,000				
8	Upgrade Campus Electrical Distribution System Reauthorization (\$10,765,000 Restricted Funds)						
PRJ4450342							
	Restricted Funds						
	Project Total						
9	Replace Campus Communications Infrastructure						
PRJ4450357							
	Restricted Funds	2,500,000	2,500,000				
	Project Total	2,500,000	2,500,000				
10	Replace Telephone Switching System - Additional Reauthorization (\$1,000,000 Restricted Funds)						
PRJ4450324							
	Restricted Funds	525,000	525,000				
	Project Total	525,000	525,000				
11	Replace Clark Hall Water Piping, Fixtures, Etc. - Additional Reauthorization (\$600,000 Restricted Funds)						
PRJ4450403							
	Restricted Funds	400,000	400,000				
	Project Total	400,000	400,000				
12	Replace Springer Hall Water Piping, Fixtures, Etc. - Additional Reauthorization (\$800,000 Restricted Funds)						
PRJ4450373							
	Restricted Funds	450,000	450,000				
	Project Total	450,000	450,000				
13	Replace Franklin Hall Water Piping, Fixtures, Etc. - Additional Reauthorization (\$600,000 Restricted Funds)						
PRJ4450406							
	Restricted Funds	400,000	400,000				
	Project Total	400,000	400,000				
14	Replace Richmond Hall Water Piping/Fixtures/Etc. - Additional Reauthorization (\$600,000 Restricted Funds)						
PRJ4450368							
	Restricted Funds	400,000	400,000				
	Project Total	400,000	400,000				

K - Postsecondary Education**Capital Budget****Murray State University**

		Fiscal Year 2004-2005			Fiscal Year 2005-2006		
		Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
15	Replace Regents Hall Domestic Water Piping - Reauthorization						
PRJ4450372							
Restricted Funds							
Project Total							
16	Upgrade College Courts Electrical System - Reauthorization (\$1,200,000 Restricted Funds)						
PRJ4450320							
Restricted Funds							
Project Total							
17	Renovate College Courts - Reauthorization (\$3,636,000 Restricted Funds)						
PRJ4450394							
Restricted Funds							
Project Total							
18	Renovate College Courts Interiors (12 buildings) - Reauthorization (\$2,000,000 Restricted Funds)						
PRJ4450327							
Restricted Funds							
Project Total							
19	Replace Student Writing and Design Lab Computers						
PRJ4450322							
Restricted Funds		414,000	414,000				
Project Total		414,000	414,000				
20	Upgrade Campus Network to Gigabit Ethernet System - Additional Reauthorization (\$1,000,000 Restricted Funds)						
PRJ4450323							
Restricted Funds		469,000	469,000				
Project Total		469,000	469,000				
21	Install Online Centralized Data Access/ Warehouse						
PRJ4450325							
Restricted Funds		520,000	520,000				
Project Total		520,000	520,000				
22	Establish Centralized Technology Refresh Program						
PRJ4450309							
Restricted Funds		2,600,000	2,600,000				
Project Total		2,600,000	2,600,000				

K - Postsecondary Education**Capital Budget****Murray State University**

		Fiscal Year 2004-2005			Fiscal Year 2005-2006		
		Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
23	Purchase BVC Electron Microscope-Scanning Type						
PRJ4450337							
Restricted Funds		300,000	300,000				
Project Total		300,000	300,000				
24	Replace Franklin Hall - Reauthorization (\$8,000,000 Restricted Funds)						
PRJ4450353							
Restricted Funds							
Project Total							
25	Remove Elizabeth Hall Asbestos Ceilings - Reauthorization (\$450,000 Restricted Funds)						
PRJ4450318							
Restricted Funds							
Project Total							
26	Remove Hester Hall Asbestos Ceilings - Reauthorization (\$450,000 Restricted Funds)						
PRJ4450409							
Restricted Funds							
Project Total							
27	Repair Winslow Cafeteria Exterior Reauthorization (\$500,000 Restricted Funds)						
PRJ4450344							
Restricted Funds		500,000	500,000				
Project Total		500,000	500,000				
28	RESNET Improvements						
PRJ4450424							
Restricted Funds		400,000	400,000				
Project Total		400,000	400,000				
29	ITV Upgrade						
PRJ4450425							
Restricted Funds		400,000	400,000				
Project Total		400,000	400,000				
30	Construct New Science Complex - Phase II						
PRJ4450414							
Bond Funds			15,000,000	15,000,000			
Project Total			15,000,000	15,000,000			

K - Postsecondary Education**Capital Budget****Murray State University**

		Fiscal Year 2004-2005			Fiscal Year 2005-2006		
		Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
31	Construct New Residential College Facility (Replaces Richmond and Clark Halls)						
PRJ4450426							
	Restricted Funds		13,077,000	13,077,000			
	Agency Bonds		13,077,000	13,077,000			
	Project Total		26,154,000	26,154,000			
32	Renovate/Addition - Waterfield Library						
PRJ4450427							
	Restricted Funds		7,000,000	7,000,000			
	Project Total		7,000,000	7,000,000			
TOTAL CAPITAL		16,037,800	64,191,800	48,154,000			

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K - Postsecondary Education**Operating Budget****Northern Kentucky University**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE						
General Fund	46,020,500	46,020,500		46,806,300	46,806,300	
Restricted Funds	92,525,000	92,525,000		101,001,000	101,001,000	
Federal Funds	11,130,700	11,130,700		11,130,700	11,130,700	
Regular Total Funds	149,676,200	149,676,200		158,938,000	158,938,000	
Continuing						
TOTAL FUNDS	149,676,200	149,676,200		158,938,000	158,938,000	
II. EXPENDITURE CATEGORY						
Personnel Costs	85,775,400	85,775,400		91,454,000	91,454,000	
Operating Expenses	30,790,300	30,790,300		32,495,700	32,495,700	
Grants, Loans, Benefits	23,354,200	23,354,200		25,109,800	25,109,800	
Debt Service	4,974,500	4,974,500		4,731,700	4,731,700	
Capital Outlay	4,781,800	4,781,800		5,146,800	5,146,800	
TOTAL EXPENDITURES	149,676,200	149,676,200		158,938,000	158,938,000	
III. BASE LEVEL BUDGET BY FUND SOURCE						
General Fund	46,020,500	46,020,500		46,806,300	46,806,300	
Restricted Funds	92,525,000	92,525,000		101,001,000	101,001,000	
Federal Funds	11,130,700	11,130,700		11,130,700	11,130,700	
Regular Total Funds	149,676,200	149,676,200		158,938,000	158,938,000	
Continuing						
TOTAL BASE LEVEL	149,676,200	149,676,200		158,938,000	158,938,000	

**Fiscal Biennium 2004-2006
Budget Modification Report**

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Northern Kentucky University

BILL AS INTRODUCED

The State/Executive Branch Budget Bill, Part III, General Provisions, includes language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

The State/Executive Branch Budget Bill, Part V, Funds Transfer, includes a language provision that directs:

"Notwithstanding the statutes or requirements of the Restricted Funds enumerated below, there is transferred to the General Fund the following amounts in fiscal year 2004-2005, and fiscal year 2005-2006."

Part V, Funds Transfer, includes a transfer of \$1,951,600 from Agency Revenue Fund in fiscal year 2004-2005.

The amount of \$982,700 is provided in fiscal year 2005-2006 to restore one-half of the recurring budget reductions resulting from the "Stability Initiative" of fiscal year 2003-2004.

GENERAL ASSEMBLY

The General Assembly concurs with the Bill as Introduced with the following change:

The General Assembly does not include in Part III, General Provisions, language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

K - Postsecondary Education**Capital Budget****Northern Kentucky University**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
I. CAPITAL PROJECT RECAP BY FUND SOURCE						
Restricted Funds	61,145,000	88,195,000	27,050,000			
Bond Funds		54,000,000	54,000,000			
Agency Bonds		14,750,000	14,750,000			
Other Funds						
TOTAL CAPITAL	61,145,000	156,945,000	95,800,000			
II. CAPITAL PROJECTS						
1	Repair Structure of Landrum Hall/Phase II					
PRJ4500438						
Restricted Funds	900,000	900,000				
Project Total	900,000	900,000				
2	Renovate/Expand Landrum Hall - Design					
PRJ4500433						
Restricted Funds	700,000	700,000				
Project Total	700,000	700,000				
3	Replace Power Distribution Infrastructure					
PRJ4500435						
Restricted Funds	3,000,000	3,000,000				
Project Total	3,000,000	3,000,000				
4	Upgrade AS and T Instructional Space					
PRJ4500437						
Restricted Funds	3,100,000	3,100,000				
Project Total	3,100,000	3,100,000				
5	Land Aquisition Pool - 2004-2006					
PRJ4500422						
Restricted Funds	3,000,000	3,000,000				
Project Total	3,000,000	3,000,000				
6	Replace Air Handlers					
PRJ4500441						
Restricted Funds	875,000	875,000				
Project Total	875,000	875,000				

K - Postsecondary Education**Capital Budget****Northern Kentucky University**

		Fiscal Year 2004-2005			Fiscal Year 2005-2006		
		Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
7	Replace Elevators Landrum Hall/Lucas Admin Ctr						
PRJ4500442							
	Restricted Funds	900,000	900,000				
	Project Total	900,000	900,000				
8	Construct Sports Complex						
PRJ4500445							
	Restricted Funds	12,000,000	12,000,000				
	Project Total	12,000,000	12,000,000				
9	Initiate Phase II Master Plan						
PRJ4500436							
	Restricted Funds	2,200,000	2,200,000				
	Project Total	2,200,000	2,200,000				
10	Construct New Parking Deck						
PRJ4500423							
	Restricted Funds	10,670,000	10,670,000				
	Project Total	10,670,000	10,670,000				
11	Expand Regents Hall						
PRJ4500447							
	Restricted Funds	1,300,000	1,300,000				
	Project Total	1,300,000	1,300,000				
12	Reconstruct Central Plaza Phase II						
PRJ4500431							
	Restricted Funds	3,500,000	3,500,000				
	Project Total	3,500,000	3,500,000				
13	Enhance Info Technology Infrastructure Reauthorization (\$2,700,000 Restricted Funds)						
PRJ4500427							
	Restricted Funds						
	Project Total						
14	Enhance Instructional Info Technology						
PRJ4500428							
	Restricted Funds	3,600,000	3,600,000				
	Project Total	3,600,000	3,600,000				

K - Postsecondary Education**Capital Budget****Northern Kentucky University**

		Fiscal Year 2004-2005			Fiscal Year 2005-2006		
		Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
15	Construct Alumni Center						
PRJ4500425							
Restricted Funds		5,100,000	5,100,000				
Project Total		5,100,000	5,100,000				
16	Purchase Coach Bus						
PRJ4500434							
Restricted Funds		400,000	400,000				
Project Total		400,000	400,000				
17	Purchase Direct Image Platesetter						
PRJ4500430							
Restricted Funds		150,000	150,000				
Project Total		150,000	150,000				
18	Replace Admin Application System						
PRJ4500432							
Restricted Funds		9,750,000	9,750,000				
Project Total		9,750,000	9,750,000				
19	Office Space - Lease						
PRJ4500449							
Restricted Funds							
Project Total							
20	METS Center - Lease						
PRJ4500452							
Other Funds							
Project Total							
21	Regional Special Events Center						
PRJ4500439							
Restricted Funds			6,000,000	6,000,000			
Bond Funds			54,000,000	54,000,000			
Project Total			60,000,000	60,000,000			
22	Construct New Student Union						
PRJ4500440							
Restricted Funds			21,050,000	21,050,000			
Agency Bonds			14,750,000	14,750,000			
Project Total			35,800,000	35,800,000			

K - Postsecondary Education**Capital Budget****Northern Kentucky University**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
TOTAL CAPITAL	61,145,000	156,945,000	95,800,000			

K - Postsecondary Education**Operating Budget****University of Kentucky**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE						
General Fund	289,805,900	290,905,900	1,100,000	301,295,800	303,070,800	1,775,000
Restricted Funds	939,204,600	939,204,600		976,251,500	976,251,500	
Federal Funds	161,818,700	161,818,700		166,596,000	166,596,000	
Regular Total Funds	1,390,829,200	1,391,929,200	1,100,000	1,444,143,300	1,445,918,300	1,775,000
Continuing						
TOTAL FUNDS	1,390,829,200	1,391,929,200	1,100,000	1,444,143,300	1,445,918,300	1,775,000
II. EXPENDITURE CATEGORY						
Personnel Costs	763,967,300	763,967,300		810,885,900	811,979,900	1,094,000
Operating Expenses	471,733,400	472,533,400	800,000	475,535,400	475,916,400	381,000
Grants, Loans, Benefits	75,378,700	75,678,700	300,000	77,668,300	77,968,300	300,000
Debt Service	33,017,300	33,017,300		33,321,200	33,321,200	
Capital Outlay	46,732,500	46,732,500		46,732,500	46,732,500	
TOTAL EXPENDITURES	1,390,829,200	1,391,929,200	1,100,000	1,444,143,300	1,445,918,300	1,775,000
III. BASE LEVEL BUDGET BY FUND SOURCE						
General Fund	289,805,900	289,805,900		301,295,800	302,295,800	1,000,000
Restricted Funds	939,204,600	939,204,600		976,251,500	976,251,500	
Federal Funds	161,818,700	161,818,700		166,596,000	166,596,000	
Regular Total Funds	1,390,829,200	1,390,829,200		1,444,143,300	1,445,143,300	1,000,000
Continuing						
TOTAL BASE LEVEL	1,390,829,200	1,390,829,200		1,444,143,300	1,445,143,300	1,000,000
IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE						
General Fund		1,100,000	1,100,000		775,000	775,000
TOTAL ADDITIONAL		1,100,000	1,100,000		775,000	775,000
V. ADDITIONAL BUDGET ITEMS						
1 NEW Oral History Program						
ABR4550013 Provide funds to establish the Louie B. Nunn Oral History Program.						
General Fund		500,000	500,000			
Project Total		500,000	500,000			
2 EXPAN KY Health Care Infrastructure						
ABR4550014 Provide funds for a new faculty position						
General Fund					175,000	175,000
Project Total					175,000	175,000

K - Postsecondary Education**Operating Budget****University of Kentucky**

			Fiscal Year 2004-2005			Fiscal Year 2005-2006		
			Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
3	EXPAN	Reading Recovery Teacher Training Program						
ABR4550016 Provide \$300,000 for sufficient program expenditures.								
General Fund				600,000	600,000		600,000	600,000
Project Total				600,000	600,000		600,000	600,000
TOTAL ADDITIONAL				1,100,000	1,100,000		775,000	775,000

**Fiscal Biennium 2004-2006
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**University of Kentucky
BILL AS INTRODUCED**

The State/Executive Branch Budget Bill, Part III, General Provisions, includes language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

The amount of \$2,766,700 is provided in fiscal year 2005-2006 to restore one-half of the recurring budget reductions resulting from the "Stability Initiative" of fiscal year 2003-2004.

To expand the capacity available for Bio-Science Research and Commercialization, the amount of \$3,000,000 is provided in fiscal year 2004-2005

The Executive Branch Budget Bill, Part X, Phase I Tobacco Settlement, under D. Health Care Improvement Appropriations, General Fund -Phase I Tobacco Settlement Funds 4. Postsecondary Education Funds, includes \$775,000 each year of the 2004-2006 fiscal biennium from the Lung Cancer Research Fund to the Ovarian Cancer Screening Outreach Program at the University of Kentucky.

GENERAL ASSEMBLY

The General Assembly concurs with the Bill as Introduced with the following changes:

The General Assembly does not include in Part III, General Provisions, language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

General Fund dollars in the amount of \$1,000,000 are provided in fiscal year 2005-2006 for the University of Kentucky Cooperative Extension Service to support the cost of the County Extension Enhancement Initiative providing salary adjustment and the establishment of a career advancement track for the Cooperative Extension Service. These adjustments are in addition to any other salary adjustment which may be made.

General Fund dollars in the amount of \$6,00,000 is provided in fiscal year 2004-2005 and \$600,000 in fiscal year 2005-2006 the Reading Recovery Teacher Training Program.

The General Assembly provides the following Part I, language provisions, that directs:

"Collaborative Center for Literacy Development: Included in the above General Fund appropriation is \$1,900,000 in fiscal year 2004-2005 and \$2,100,000 in fiscal year 2005-2006 for the Collaborative Center for Literacy Development, which shall be used solely for the Center's purposes. Notwithstanding KRS 48.130 and 48.600 there shall be no reduction in funding for the Collaborative Center

**Fiscal Biennium 2004-2006
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University of Kentucky
for Literacy Development."

"West Liberty Technical Center: Included in the above General Fund appropriation is \$750,000 in fiscal year 2005-2006 for maintenance and operation of the West Liberty Technical Center."

"Oral History Program: Notwithstanding KRS 7B.080, \$500,000 is provided from the Kentucky Long-Term Policy Research Center Fund in fiscal year 2004-2005 for the History Program at the University of Kentucky. These funds are eligible to be matched by the Research Challenge Trust Fund Grant."

The General Assembly provides Part XXV, Tobacco Surtax for Cancer Research Institutions Matching Fund, establishing a one-cent (\$0.01) surtax on the sale of each twenty (20) cigarettes to fund a cancer research matching fund for public postsecondary education research institutions.

K - Postsecondary Education**Capital Budget****University of Kentucky**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
I. CAPITAL PROJECT RECAP BY FUND SOURCE						
Restricted Funds	1,113,198,000	1,221,998,000	108,800,000			
Federal Funds	15,185,000	15,185,000				
Bond Funds		48,500,000	48,500,000			
Agency Bonds		131,000,000	131,000,000			
TOTAL CAPITAL	1,128,383,000	1,416,683,000	288,300,000			
II. CAPITAL PROJECTS						
1	Major Item of Equipment Pool					
PRJ4550959						
Restricted Funds	75,000,000	75,000,000				
Project Total	75,000,000	75,000,000				
2	Construct Gatton Building Complex - Design					
PRJ4550550						
Restricted Funds	4,500,000	4,500,000				
Project Total	4,500,000	4,500,000				
3	Construct Law School Building - Design					
PRJ4550522						
Restricted Funds	4,000,000	4,000,000				
Project Total	4,000,000	4,000,000				
4	Purchase/Ren Facility for College of Design					
PRJ4550531						
Restricted Funds	16,528,000	16,528,000				
Project Total	16,528,000	16,528,000				
5	Construct Digital Technologies Building - Design					
PRJ4550559						
Restricted Funds	3,000,000	3,000,000				
Project Total	3,000,000	3,000,000				
6	Expand Plant, Soil and Envir. Sci. Facil. - Design					
PRJ4550462						
Restricted Funds	1,500,000	1,500,000				
Project Total	1,500,000	1,500,000				

K - Postsecondary Education**Capital Budget****University of Kentucky**

		Fiscal Year 2004-2005			Fiscal Year 2005-2006		
		Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
7	Expand Chemistry-Physics Building - Design						
PRJ4550471							
	Restricted Funds	5,500,000	5,500,000				
	Project Total	5,500,000	5,500,000				
8	Expand and Upgrade Livestock Disease Diag. Center Reauthorization (\$8,500,000 Restricted Funds)						
PRJ4550521							
	Restricted Funds						
	Bond Funds		8,500,000	8,500,000			
	Project Total		8,500,000	8,500,000			
9	Construct Bio-Medical Research Building - Design						
PRJ4550949							
	Restricted Funds	6,000,000	6,000,000				
	Project Total	6,000,000	6,000,000				
10	Construct Early Childhood Development/Family Center - Additional Reauthorization (\$8,000,000 Restricted Funds)						
PRJ4550552							
	Restricted Funds	1,956,000	1,956,000				
	Project Total	1,956,000	1,956,000				
11	Expand KGS Well Sample and Core Repository						
PRJ4550567							
	Restricted Funds	3,759,000	3,759,000				
	Project Total	3,759,000	3,759,000				
12	Renovate Sections of Funkhouser						
PRJ4550503							
	Restricted Funds	4,923,000	4,923,000				
	Project Total	4,923,000	4,923,000				
13	Improve Life Safety, Project Pool						
PRJ4550592							
	Restricted Funds	5,290,000	5,290,000				
	Project Total	5,290,000	5,290,000				
14	Improve Plant - Capital Renewal Pool						
PRJ4550951							
	Restricted Funds	15,000,000	15,000,000				
	Project Total	15,000,000	15,000,000				

K - Postsecondary Education**Capital Budget****University of Kentucky**

		Fiscal Year 2004-2005			Fiscal Year 2005-2006		
		Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
15	Upgrade Fume Hoods TH Morgan - Life Safety						
PRJ4550647							
Restricted Funds		2,738,000	2,738,000				
Project Total		2,738,000	2,738,000				
16	Upgrade Fume Hoods Research #3 - Life Safety Reauthorization (\$4,825,000 Restricted Funds)						
PRJ4550490							
Restricted Funds							
Project Total							
17	Upgrade HVAC - CAER Ph. III - Life Safety - Additional Reauthorization (\$450,000 Restricted Funds)						
PRJ4550483							
Restricted Funds		25,000	25,000				
Project Total		25,000	25,000				
18	Upgrade Pharm. Fume Hood I - Life Safety Reauthorization (\$4,300,000 Restricted Funds)						
PRJ4550545							
Restricted Funds							
Project Total							
19	Improve IAQ - Phase I - Life Safety Reauthorization (\$500,000 Restricted Funds)						
PRJ4550565							
Restricted Funds							
Project Total							
20	Abate Asbestos LC II - Life Safety Reauthorization (\$500,000 Restricted Funds)						
PRJ4550564							
Restricted Funds							
Project Total							
21	Improve Accessibility Project Pool						
PRJ4550509							
Restricted Funds		437,000	437,000				
Project Total		437,000	437,000				
22	Renovate Running Track Reauthorization (\$2,500,000 Restricted Funds)						
PRJ4550533							
Restricted Funds							
Project Total							

K - Postsecondary Education**Capital Budget****University of Kentucky**

		Fiscal Year 2004-2005			Fiscal Year 2005-2006		
		Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
23	Lease - Purchase High Performance Research Comp.						
PRJ4550758							
	Restricted Funds	6,500,000	6,500,000				
	Project Total	6,500,000	6,500,000				
24	Construct Medical Center Education Building						
PRJ4550529							
	Restricted Funds	27,000,000	27,000,000				
	Project Total	27,000,000	27,000,000				
25	Construct Environmental Institute - Additional Reauthorization (\$12,604,000 Restricted Funds)						
PRJ4550566							
	Restricted Funds	1,683,000	1,683,000				
	Project Total	1,683,000	1,683,000				
26	Expand/Renovate Art Museum in Singletary Center						
PRJ4550570							
	Restricted Funds	10,075,000	10,075,000				
	Project Total	10,075,000	10,075,000				
27	Upgrade Pilot-scale Mineral Process Facility						
PRJ4550484							
	Restricted Funds	500,000	500,000				
	Project Total	500,000	500,000				
28	Lease - Purchase Large Scale Computing						
PRJ4550752							
	Restricted Funds	3,500,000	3,500,000				
	Project Total	3,500,000	3,500,000				
29	Renovate COHR Space in the Dental Building Reauthorization (\$1,875,000 Restricted Funds)						
PRJ4550541							
	Restricted Funds						
	Project Total						
30	Expand CAER Laboratories						
PRJ4550482							
	Restricted Funds	3,833,000	3,833,000				
	Project Total	3,833,000	3,833,000				

K - Postsecondary Education**Capital Budget****University of Kentucky**

		Fiscal Year 2004-2005			Fiscal Year 2005-2006		
		Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
31	Lease - Purchase Enterprise Storage System						
PRJ4550759							
	Restricted Funds	1,200,000	1,200,000				
	Project Total	1,200,000	1,200,000				
32	Lease - Purchase UPS System						
PRJ4550599							
	Restricted Funds	800,000	800,000				
	Project Total	800,000	800,000				
33	Upgrade Electric and Lighting in Guignol Theatre						
PRJ4550528							
	Restricted Funds	890,000	890,000				
	Project Total	890,000	890,000				
34	Lease - Purchase Campus Infrastructure Upgrade Reauthorization (\$3,500,000 Restricted Funds)						
PRJ4550754							
	Restricted Funds						
	Project Total						
35	Lab Security System Project Pool						
PRJ4550518							
	Restricted Funds	500,000	500,000				
	Project Total	500,000	500,000				
36	Renovate 3rd Floor Little Library						
PRJ4550447							
	Restricted Funds	2,200,000	2,200,000				
	Project Total	2,200,000	2,200,000				
37	Install Emergency Generator in Computing Facilit						
PRJ4550486							
	Restricted Funds	425,000	425,000				
	Project Total	425,000	425,000				
38	Renovate Med Center Library - Addition Reauthorization (\$2,000,000 Restricted Funds)						
PRJ4550561							
	Restricted Funds	3,500,000	3,500,000				
	Project Total	3,500,000	3,500,000				

K - Postsecondary Education**Capital Budget****University of Kentucky**

		Fiscal Year 2004-2005			Fiscal Year 2005-2006		
		Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
39	Renovate King Library South - 1930 Section - Additional Reauthorization (\$8,025,000 Restricted Funds)						
PRJ4550457							
	Restricted Funds	9,876,000	9,876,000				
	Project Total	9,876,000	9,876,000				
40	Land Acquisition Pool						
PRJ4550568							
	Restricted Funds	15,000,000	15,000,000				
	Project Total	15,000,000	15,000,000				
41	Renovate Practice Instruction Space in Pharmacy						
PRJ4550578							
	Restricted Funds	3,200,000	3,200,000				
	Project Total	3,200,000	3,200,000				
42	Lease - Purchase Apartment Complex						
PRJ4550472							
	Restricted Funds	11,000,000	11,000,000				
	Project Total	11,000,000	11,000,000				
43	Renovate Outpatient Clinic in Kentucky Clinic - Additional Reauthorization (\$2,000,000 Restricted Funds)						
PRJ4550580							
	Restricted Funds	237,000	237,000				
	Project Total	237,000	237,000				
44	Replace Air Handling Units Central Computing Facility						
PRJ4550601							
	Restricted Funds	510,000	510,000				
	Project Total	510,000	510,000				
45	Renovate Graduate Edu. and Research Space in Nursing						
PRJ4550581							
	Restricted Funds	1,600,000	1,600,000				
	Project Total	1,600,000	1,600,000				
46	Renovate Bowman Hall						
PRJ4550542							
	Restricted Funds	8,221,000	8,221,000				
	Project Total	8,221,000	8,221,000				

K - Postsecondary Education**Capital Budget****University of Kentucky**

		Fiscal Year 2004-2005			Fiscal Year 2005-2006		
		Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
47	Construct New Housing						
PRJ4550473							
	Restricted Funds	49,991,000	49,991,000				
Project Total		49,991,000	49,991,000				
48	Renovate Reynolds Building						
PRJ4550572							
	Restricted Funds	12,310,000	12,310,000				
Project Total		12,310,000	12,310,000				
49	Lease - Purchase Data Warehouse						
PRJ4550755							
	Restricted Funds	600,000	600,000				
Project Total		600,000	600,000				
50	Purchase Server/Workstation for Software						
PRJ4550741							
	Restricted Funds	400,000	400,000				
Project Total		400,000	400,000				
51	Renovate Taylor Education Building						
PRJ4550527							
	Restricted Funds	17,864,000	17,864,000				
Project Total		17,864,000	17,864,000				
52	Construct Parking Structure - Central Campus						
PRJ4550511							
	Restricted Funds	17,000,000	17,000,000				
Project Total		17,000,000	17,000,000				
53	Construct Parking Structure - North Campus						
PRJ4550569							
	Restricted Funds	25,248,000	25,248,000				
Project Total		25,248,000	25,248,000				
54	Renovate Kastle Hall						
PRJ4550557							
	Restricted Funds	8,269,000	8,269,000				
Project Total		8,269,000	8,269,000				

K - Postsecondary Education**Capital Budget****University of Kentucky**

		Fiscal Year 2004-2005			Fiscal Year 2005-2006		
		Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
55	Lease - Purchase Tape Library						
PRJ4550756							
	Restricted Funds	500,000	500,000				
Project Total		500,000	500,000				
56	Expand Grehan Journalism Building						
PRJ4550455							
	Restricted Funds	12,740,000	12,740,000				
Project Total		12,740,000	12,740,000				
57	Construct New Alumni Center						
PRJ4550582							
	Restricted Funds	15,250,000	15,250,000				
Project Total		15,250,000	15,250,000				
58	Expand Animal Science Research Center - Phase II						
PRJ4550530							
	Restricted Funds	23,184,000	23,184,000				
Project Total		23,184,000	23,184,000				
59	Renovate Central Computing Facility						
PRJ4550513							
	Restricted Funds	2,360,000	2,360,000				
Project Total		2,360,000	2,360,000				
60	Renovate Koinonia House						
PRJ4550576							
	Restricted Funds	1,950,000	1,950,000				
Project Total		1,950,000	1,950,000				
61	Lease Purchase Fire Suppression Upgrade						
PRJ4550598							
	Restricted Funds	850,000	850,000				
Project Total		850,000	850,000				
62	Renovate Slone Building						
PRJ4550524							
	Restricted Funds	7,993,000	7,993,000				
Project Total		7,993,000	7,993,000				

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		Fiscal Year 2004-2005			Fiscal Year 2005-2006		
		Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
63	Purchase Police Communications Equipment						
PRJ4550760							
	Restricted Funds	571,000	571,000				
	Project Total	571,000	571,000				
64	Purchase Upgraded Integrated Library System						
PRJ4550671							
	Restricted Funds	700,000	700,000				
	Project Total	700,000	700,000				
65	Lease Purchase Network Security Hardware						
PRJ4550771							
	Restricted Funds	1,500,000	1,500,000				
	Project Total	1,500,000	1,500,000				
66	Fit-up Education Space in Health Science Bldg						
PRJ4550554							
	Restricted Funds	1,000,000	1,000,000				
	Project Total	1,000,000	1,000,000				
67	Replace Steam and Condensate Pipe Reauthorization (\$5,000,000 Restricted Funds)						
PRJ4550563							
	Restricted Funds						
	Project Total						
68	Replace Air Handling Units in Research #1						
PRJ4550584							
	Restricted Funds	1,600,000	1,600,000				
	Project Total	1,600,000	1,600,000				
69	Lease - Purchase Telephone Switch Convergence						
PRJ4550757							
	Restricted Funds	12,000,000	12,000,000				
	Project Total	12,000,000	12,000,000				
70	Upgrade Elevator Controls in Nursing Building						
PRJ4550500							
	Restricted Funds	600,000	600,000				
	Project Total	600,000	600,000				

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		Fiscal Year 2004-2005			Fiscal Year 2005-2006		
		Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
71	Purchase Digital Media Distribution System						
PRJ4550764							
	Restricted Funds	186,000	186,000				
	Project Total	186,000	186,000				
72	Renovate School of Public Health Building						
PRJ4550463							
	Restricted Funds	3,751,000	3,751,000				
	Project Total	3,751,000	3,751,000				
73	Replace Nutter Football Field						
PRJ4550593							
	Restricted Funds	2,000,000	2,000,000				
	Project Total	2,000,000	2,000,000				
74	Memorial Coliseum Expansion						
PRJ4550950							
	Restricted Funds	27,500,000	27,500,000				
	Project Total	27,500,000	27,500,000				
75	Renovate Commonwealth Stadium Concrete						
PRJ4550574							
	Restricted Funds	2,500,000	2,500,000				
	Project Total	2,500,000	2,500,000				
76	Lease - Purchase Unix Cluster						
PRJ4550753							
	Restricted Funds	600,000	600,000				
	Project Total	600,000	600,000				
77	Upgrade Network for Software						
PRJ4550745							
	Restricted Funds	250,000	250,000				
	Project Total	250,000	250,000				
78	Purchase Integrated Imaging System						
PRJ4550767							
	Restricted Funds	130,000	130,000				
	Project Total	130,000	130,000				

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		Fiscal Year 2004-2005			Fiscal Year 2005-2006		
		Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
79	Lease - Purchase Video Switch Expansion						
PRJ4550751							
	Restricted Funds	250,000	250,000				
	Project Total	250,000	250,000				
80	Replace Law Building Marble Facade						
PRJ4550508							
	Restricted Funds	838,000	838,000				
	Project Total	838,000	838,000				
81	Construct Multi-Care Clinic Building						
PRJ4550464							
	Restricted Funds	20,500,000	20,500,000				
	Project Total	20,500,000	20,500,000				
82	Purchase Network Infrastructure Restructuring						
PRJ4550742							
	Restricted Funds	160,000	160,000				
	Project Total	160,000	160,000				
83	Lease - Purchase UPS Upgrade for Communications						
PRJ4550600							
	Restricted Funds	800,000	800,000				
	Project Total	800,000	800,000				
84	Expand Patient Parking in Structure #3 Reauthorization (\$7,000,000 Restricted Funds)						
PRJ4550553							
	Restricted Funds						
	Project Total						
85	Purchase GIS Remote Sensing Teaching Lab Reauthorization (\$160,000 Restricted Funds)						
PRJ4550743							
	Restricted Funds						
	Project Total						
86	Replace Central Facilities Management System Reauthorization (\$3,000,000 Restricted Funds)						
PRJ4550539							
	Restricted Funds						
	Project Total						

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		Fiscal Year 2004-2005			Fiscal Year 2005-2006		
		Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
87	Renovate Photography Space in Nursing Building						
PRJ4550465							
	Restricted Funds	650,000	650,000				
Project Total		650,000	650,000				
88	Replace Chemistry Physics Ductwork						
PRJ4550589							
	Restricted Funds	2,000,000	2,000,000				
Project Total		2,000,000	2,000,000				
89	Fit-Up 4th Floor in BBSRB						
PRJ4550460							
	Restricted Funds	7,315,000	7,315,000				
	Federal Funds	3,685,000	3,685,000				
Project Total		11,000,000	11,000,000				
90	Replace Central Fire Alarm System						
PRJ4550538							
	Restricted Funds	2,500,000	2,500,000				
Project Total		2,500,000	2,500,000				
91	Upgrade the Vivarium in Sanders Brown Building						
PRJ4550474							
	Restricted Funds	2,000,000	2,000,000				
	Federal Funds	2,000,000	2,000,000				
Project Total		4,000,000	4,000,000				
92	Purchase Redundant Disk Server System						
PRJ4550744							
	Restricted Funds	170,000	170,000				
Project Total		170,000	170,000				
93	Renovate Substation #2						
PRJ4550638							
	Restricted Funds	2,780,000	2,780,000				
Project Total		2,780,000	2,780,000				

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		Fiscal Year 2004-2005			Fiscal Year 2005-2006		
		Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
94	Renovate Labs in the Pharmacy Building - Additional Reauthorization (\$1,400,000 Restricted Funds)						
PRJ4550549							
	Restricted Funds	600,000	600,000				
	Federal Funds	2,000,000	2,000,000				
Project Total		2,600,000	2,600,000				
95	Improve Central Heating Plant - Additional Reauthorization (\$2,750,000 Restricted Funds)						
PRJ4550594							
	Restricted Funds	1,250,000	1,250,000				
Project Total		1,250,000	1,250,000				
96	Renovate Facade - Agriculture Building North - Additional Reauthorization (\$3,820,000 Restricted Funds)						
PRJ4550537							
	Restricted Funds	180,000	180,000				
Project Total		180,000	180,000				
97	Improve Storm Sewer Funkhouser - Additional Reauthorization (\$1,003,000)						
PRJ4550536							
	Restricted Funds	100,000	100,000				
Project Total		100,000	100,000				
98	Purchase Instructional Video Studio						
PRJ4550746							
	Restricted Funds	250,000	250,000				
Project Total		250,000	250,000				
99	Guaranteed Energy Performance Project						
PRJ4550477							
	Restricted Funds						
Project Total							
100	Install Chilled Water Pipe-Clg 2 to Pit - Additional Reauthorization (\$1,300,000 Restricted Funds)						
PRJ4550586							
	Restricted Funds	200,000	200,000				
Project Total		200,000	200,000				
101	Install Cooling Secondary Pumping - Additonal Reauthorization (\$2,250,000 Restricted Funds)						
PRJ4550587							
	Restricted Funds	250,000	250,000				
Project Total		250,000	250,000				

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		Fiscal Year 2004-2005			Fiscal Year 2005-2006		
		Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
102	Renovate Animal Facility in Tobacco and Health Bld						
PRJ4550626							
	Restricted Funds	1,500,000	1,500,000				
Project Total		1,500,000	1,500,000				
103	Replace Cooling Plant Chillers - Additional Reauthorization (\$5,000,000 Restricted Funds)						
PRJ4550534							
	Restricted Funds	1,000,000	1,000,000				
Project Total		1,000,000	1,000,000				
104	Renovate Image Center in KY Clinic						
PRJ4550478							
	Restricted Funds	2,000,000	2,000,000				
Project Total		2,000,000	2,000,000				
105	Replace Master Clock and Bell System Reauthorization (\$1,500,000 Restricted Funds)						
PRJ4550560							
	Restricted Funds						
Project Total							
106	Expand Ophthalmology Clinic in Med Plaza						
PRJ4550458							
	Restricted Funds	582,000	582,000				
Project Total		582,000	582,000				
107	Repair Concrete Phase I General Campus						
PRJ4550502							
	Restricted Funds	750,000	750,000				
Project Total		750,000	750,000				
108	Renovate Imaging Center, I						
PRJ4550449							
	Restricted Funds	530,000	530,000				
Project Total		530,000	530,000				
109	Repair Blacktop Phase I General Campus						
PRJ4550501							
	Restricted Funds	750,000	750,000				
Project Total		750,000	750,000				

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		Fiscal Year 2004-2005			Fiscal Year 2005-2006		
		Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
110	Renovate Research Labs in Med Center, III						
PRJ4550450							
	Restricted Funds	1,000,000	1,000,000				
Project Total		1,000,000	1,000,000				
111	Upgrade Electrical Substation						
PRJ4550516							
	Restricted Funds	4,000,000	4,000,000				
Project Total		4,000,000	4,000,000				
112	Renovate Education Space in Med Science Reauthorization (\$2,300,000 Restricted Funds)						
PRJ4550548							
	Restricted Funds						
Project Total							
113	Install Chilled Water Pipe to South Campus						
PRJ4550448							
	Restricted Funds	5,000,000	5,000,000				
Project Total		5,000,000	5,000,000				
114	Renovate Research Labs in Med Center, I Reauthorization (\$750,000 Restricted Funds)						
PRJ4550546							
	Restricted Funds						
Project Total							
115	Install Chilled Water Additions General Campus						
PRJ4550470							
	Restricted Funds	1,000,000	1,000,000				
Project Total		1,000,000	1,000,000				
116	Renovate Imaging Center, II						
PRJ4550451							
	Restricted Funds	530,000	530,000				
Project Total		530,000	530,000				
117	Purchase Shared Desktop Environment						
PRJ4550769							
	Restricted Funds	250,000	250,000				
Project Total		250,000	250,000				

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		Fiscal Year 2004-2005			Fiscal Year 2005-2006		
		Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
118	Install Med. Center Chilled Water Loop - Additional Reauthorization (\$625,000 Restricted Funds)						
PRJ4550588							
	Restricted Funds	75,000	75,000				
Project Total		75,000	75,000				
119	Renovate Research Labs in Medical Center, IV						
PRJ4550452							
	Restricted Funds	1,250,000	1,250,000				
Project Total		1,250,000	1,250,000				
120	Replace High Voltage Wiring - Additional Reauthorization (\$441,000 Restricted Funds)						
PRJ4550585							
	Restricted Funds	334,000	334,000				
Project Total		334,000	334,000				
121	Renovate Research Labs in Med Center, II Reauthorization (\$900,000 Restricted Funds)						
PRJ4550547							
	Restricted Funds						
Project Total							
122	Replace McVey Hall HVAC						
PRJ4550510							
	Restricted Funds	3,000,000	3,000,000				
Project Total		3,000,000	3,000,000				
123	Renovate Research Space Med Center, I Reauthorization (\$1,500,000 Restricted Funds)						
PRJ4550555							
	Restricted Funds						
Project Total							
124	Replace Mathews Building HVAC						
PRJ4550520							
	Restricted Funds	1,000,000	1,000,000				
Project Total		1,000,000	1,000,000				
125	Replace HVAC Slone Building						
PRJ4550597							
	Restricted Funds	2,320,000	2,320,000				
Project Total		2,320,000	2,320,000				

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		Fiscal Year 2004-2005			Fiscal Year 2005-2006		
		Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
126	Replace HVAC Kastle Hall						
PRJ4550596							
Restricted Funds		3,000,000	3,000,000				
Project Total		3,000,000	3,000,000				
127	Replace Fine Arts HVAC						
PRJ4550506							
Restricted Funds		3,000,000	3,000,000				
Project Total		3,000,000	3,000,000				
128	Replace Three Elevators MI King South - Additional Reauthorization (\$742,000 Restricted Funds)						
PRJ4550640							
Restricted Funds		233,000	233,000				
Project Total		233,000	233,000				
129	Renovate Barker Hall						
PRJ4550535							
Restricted Funds		5,060,000	5,060,000				
Project Total		5,060,000	5,060,000				
130	Add Centralized Emergency Generator						
PRJ4550461							
Restricted Funds		5,034,000	5,034,000				
Project Total		5,034,000	5,034,000				
131	Upgrade Communication Infrastructure, II Reauthorization (\$450,000 Restricted Funds)						
PRJ4550551							
Restricted Funds							
Project Total							
132	Expand Plant Capacity Infrastructure - Additional Reauthorization (\$15,000,000 Restricted Funds)						
PRJ4550636							
Restricted Funds		8,000,000	8,000,000				
Project Total		8,000,000	8,000,000				
133	Renovate Teaching Space in Med Plaza						
PRJ4550453							
Restricted Funds		500,000	500,000				
Project Total		500,000	500,000				

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		Fiscal Year 2004-2005			Fiscal Year 2005-2006		
		Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
134	Install HVAC in Keeneland Hall - Additional Reauthorization (\$2,962,000 Restricted Funds)						
PRJ4550556							
	Restricted Funds	2,147,000	2,147,000				
Project Total		2,147,000	2,147,000				
135	Renovate Faculty Office Space in Med Center						
PRJ4550459							
	Restricted Funds	500,000	500,000				
Project Total		500,000	500,000				
136	Replace Holmes Elevator - Additional Reauthorization (\$585,000 Restricted Funds)						
PRJ4550507							
	Restricted Funds	56,000	56,000				
Project Total		56,000	56,000				
137	Renovate Foundation Offices in MRISC Bldg						
PRJ4550454							
	Restricted Funds	500,000	500,000				
Project Total		500,000	500,000				
138	Install Commons Elevator						
PRJ4550525							
	Restricted Funds	400,000	400,000				
Project Total		400,000	400,000				
139	Renovate Breast Clinic in MRISC Bldg						
PRJ4550456							
	Restricted Funds	520,000	520,000				
Project Total		520,000	520,000				
140	Renovate Vivarium in Central DLAR Facility						
PRJ4550591							
	Restricted Funds	1,600,000	1,600,000				
	Federal Funds	700,000	700,000				
Project Total		2,300,000	2,300,000				
141	Renovate Vivarium in Combs Building						
PRJ4550469							
	Restricted Funds	300,000	300,000				
	Federal Funds	300,000	300,000				
Project Total		600,000	600,000				

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		Fiscal Year 2004-2005			Fiscal Year 2005-2006		
		Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
142	Renovate Safety and Security Building						
PRJ4550634							
	Restricted Funds	1,645,000	1,645,000				
	Project Total	1,645,000	1,645,000				
143	Renovate DLAR General Offices in Med. Center						
PRJ4550519							
	Restricted Funds	400,000	400,000				
	Project Total	400,000	400,000				
145	Lease Purchase ERP System						
PRJ4550766							
	Restricted Funds	10,000,000	10,000,000				
	Project Total	10,000,000	10,000,000				
147	Renovate Erikson Hall						
PRJ4550523							
	Restricted Funds	6,001,000	6,001,000				
	Project Total	6,001,000	6,001,000				
148	Expand West Kentucky Research and Education Ctr						
PRJ4550479							
	Restricted Funds	4,000,000	4,000,000				
	Project Total	4,000,000	4,000,000				
149	Renovate Bradley Hall						
PRJ4550526							
	Restricted Funds	5,216,000	5,216,000				
	Project Total	5,216,000	5,216,000				
150	Purchase Digital Education Equipment						
PRJ4550768							
	Restricted Funds	1,900,000	1,900,000				
	Project Total	1,900,000	1,900,000				
151	Construct Gluck Equine Res Ctr-Phase II						
PRJ4550532							
	Restricted Funds	29,835,000	29,835,000				
	Project Total	29,835,000	29,835,000				

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		Fiscal Year 2004-2005			Fiscal Year 2005-2006		
		Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
152	Addition to Lafferty Hall						
PRJ4550504							
	Restricted Funds	5,195,000	5,195,000				
Project Total		5,195,000	5,195,000				
153	Upgrade Sound and Lighting for Singletary Center						
PRJ4550558							
	Restricted Funds	680,000	680,000				
Project Total		680,000	680,000				
154	Upgrade Comm Infrastructure in Young Library						
PRJ4550781							
	Restricted Funds	2,601,000	2,601,000				
Project Total		2,601,000	2,601,000				
155	Construct Horticultural Research and Education						
PRJ4550468							
	Restricted Funds	1,600,000	1,600,000				
Project Total		1,600,000	1,600,000				
156	Expand Erikson Hall						
PRJ4550540							
	Restricted Funds	18,741,000	18,741,000				
Project Total		18,741,000	18,741,000				
158	Construct UK Paducah Engineering Research Center						
PRJ4550475							
	Restricted Funds	1,000,000	1,000,000				
Project Total		1,000,000	1,000,000				
159	Purchase Telemedicine Rural Health Reauthorization (\$416,000 Restricted Funds)						
PRJ4550750							
	Restricted Funds						
Project Total							
160	Construct KY Transportation Center Building						
PRJ4550579							
	Restricted Funds	20,699,000	20,699,000				
	Federal Funds	2,500,000	2,500,000				
Project Total		23,199,000	23,199,000				

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		Fiscal Year 2004-2005			Fiscal Year 2005-2006		
		Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
161	Construct University Conference Center						
PRJ4550485							
	Restricted Funds	19,605,000	19,605,000				
Project Total		19,605,000	19,605,000				
162	Replace Steam Line MC Htg - Hosp Drive Pit 2						
PRJ4550515							
	Restricted Funds	1,180,000	1,180,000				
Project Total		1,180,000	1,180,000				
163	Replace Steam Line Lime Tunnel - Main Gate Pit						
PRJ4550517							
	Restricted Funds	1,690,000	1,690,000				
Project Total		1,690,000	1,690,000				
164	Replace Steam Line Lime Tunnel - POT Tunnel						
PRJ4550467							
	Restricted Funds	730,000	730,000				
Project Total		730,000	730,000				
165	Install Steam Line BBSRB - Old Main Gate Pit						
PRJ4550590							
	Restricted Funds	4,130,000	4,130,000				
Project Total		4,130,000	4,130,000				
166	Replace Steam Line Main Gate Pit-Anderson Pit						
PRJ4550514							
	Restricted Funds	1,530,000	1,530,000				
Project Total		1,530,000	1,530,000				
167	Replace Steam Line Kastle - Chem/Phys Pit 28						
PRJ4550512							
	Restricted Funds	740,000	740,000				
Project Total		740,000	740,000				
168	Install Pollution Controls						
PRJ4550571							
	Restricted Funds	1,740,000	1,740,000				
Project Total		1,740,000	1,740,000				

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		Fiscal Year 2004-2005			Fiscal Year 2005-2006		
		Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
169	Kentucky Utilities Building Lease						
PRJ4550958							
Restricted Funds							
Project Total							
170	College of Medicine Off-Campus Clinic - Lease						
PRJ4550952							
Restricted Funds							
Project Total							
171	College of Pharmacy - Contracted Program - Lease						
PRJ4550953							
Restricted Funds							
Project Total							
172	Med Center - Grant Projects - Lease						
PRJ4550954							
Restricted Funds							
Project Total							
173	Med Center Off-Campus Patient Facility - Lease						
PRJ4550955							
Restricted Funds							
Project Total							
174	Med Center Contract Sponsored Programs - Lease						
PRJ4550956							
Restricted Funds							
Project Total							
175	Clinic Blazer Parkway - Lease						
PRJ4550957							
Restricted Funds							
Project Total							
176	Expand Surgical Services - Hospital - Additional Reauthorization (\$3,200,000 Restricted Funds)						
PRJ4550782							
Restricted Funds		331,000	331,000				
Project Total		331,000	331,000				

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		Fiscal Year 2004-2005			Fiscal Year 2005-2006		
		Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
177	Create Universal Nursing Unit - Hospital Reauthorization (\$964,000 Restricted Funds)						
PRJ4550919							
Restricted Funds							
Project Total							
178	Upgrade Outpt Surgical Suite - Hospital						
PRJ4550930							
Restricted Funds		2,500,000	2,500,000				
Project Total		2,500,000	2,500,000				
179	Modify Nursing Unit XI - Hospital - Additional Reauthorization (\$1,100,000 Restricted Funds)						
PRJ4550902							
Restricted Funds		60,000	60,000				
Project Total		60,000	60,000				
180	Modify Nursing Unit XII - Hospital - Additional Reauthorization (\$3,500,000 Restricted Funds)						
PRJ4550903							
Restricted Funds		436,000	436,000				
Project Total		436,000	436,000				
181	Construct Imaging Facility - Hospital						
PRJ4550941							
Restricted Funds		10,035,000	10,035,000				
Project Total		10,035,000	10,035,000				
182	Upgrade Cancer Ctr. Radiologic Facility - Hospital						
PRJ4550910							
Restricted Funds		6,000,000	6,000,000				
Project Total		6,000,000	6,000,000				
183	Construct Cancer Urgent Treatment Fac - Hospital						
PRJ4550881							
Restricted Funds		10,562,000	10,562,000				
Project Total		10,562,000	10,562,000				
184	Upgrade Surgical Suite - Hospital						
PRJ4550882							
Restricted Funds		2,600,000	2,600,000				
Project Total		2,600,000	2,600,000				

K - Postsecondary Education**Capital Budget****University of Kentucky**

		Fiscal Year 2004-2005			Fiscal Year 2005-2006		
		Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
185	Construct Radiation Medicine Facility - Hospital						
PRJ4550883							
	Restricted Funds	6,047,000	6,047,000				
Project Total		6,047,000	6,047,000				
186	Upgrade Transport Systems V - Hospital Reauthorization (\$800,000 Restricted Funds)						
PRJ4550908							
	Restricted Funds						
Project Total							
187	Expand Operating Room Suite - Hospital						
PRJ4550884							
	Restricted Funds	3,547,000	3,547,000				
Project Total		3,547,000	3,547,000				
188	Expand Parking Structure #4 - Hospital						
PRJ4550926							
	Restricted Funds	3,620,000	3,620,000				
Project Total		3,620,000	3,620,000				
189	Upgrade Building/Site IV - Hospital Reauthorization (\$800,000 Restricted Funds)						
PRJ4550927							
	Restricted Funds						
Project Total							
190	Upgrade HVAC II - Hospital						
PRJ4550916							
	Restricted Funds	3,500,000	3,500,000				
Project Total		3,500,000	3,500,000				
191	Construct Radiation Med Facility II - Hospital						
PRJ4550885							
	Restricted Funds	2,548,000	2,548,000				
Project Total		2,548,000	2,548,000				
192	Upgrade Utility Systems VI - Hospital Reauthorization (\$1,500,000 Restricted Funds)						
PRJ4550911							
	Restricted Funds						
Project Total							

K - Postsecondary Education**Capital Budget****University of Kentucky**

		Fiscal Year 2004-2005			Fiscal Year 2005-2006		
		Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
193	Upgrade Operating Room Suites II - Hospital						
PRJ4550886							
	Restricted Funds	12,162,000	12,162,000				
Project Total		12,162,000	12,162,000				
194	Replace AHU I - Hospital						
PRJ4550942							
	Restricted Funds	15,553,000	15,553,000				
Project Total		15,553,000	15,553,000				
195	Replace AHU I - Roach						
PRJ4550891							
	Restricted Funds	1,000,000	1,000,000				
Project Total		1,000,000	1,000,000				
196	Replace AHU II - Roach						
PRJ4550912							
	Restricted Funds	1,000,000	1,000,000				
Project Total		1,000,000	1,000,000				
197	Construct Cancer Hospice Facility - Hospital						
PRJ4550887							
	Restricted Funds	4,000,000	4,000,000				
Project Total		4,000,000	4,000,000				
198	Construct Cancer Education Fac - Hospital						
PRJ4550888							
	Restricted Funds	2,000,000	2,000,000				
Project Total		2,000,000	2,000,000				
199	Construct Cancer Infusion Suites - Hospital						
PRJ4550900							
	Restricted Funds	5,590,000	5,590,000				
Project Total		5,590,000	5,590,000				
200	Construct Remote Cancer Clinic - Hospital						
PRJ4550890							
	Restricted Funds	12,500,000	12,500,000				
Project Total		12,500,000	12,500,000				

K - Postsecondary Education**Capital Budget****University of Kentucky**

		Fiscal Year 2004-2005			Fiscal Year 2005-2006		
		Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
201	Construct Physicians Svcs Facilities - Hospital						
PRJ4550880							
	Restricted Funds	2,000,000	2,000,000				
Project Total		2,000,000	2,000,000				
202	Upgrade Emergency Services II - Hospital						
PRJ4550940							
	Restricted Funds	12,000,000	12,000,000				
Project Total		12,000,000	12,000,000				
203	Upgrade Information Systems Svcs - Hospital						
PRJ4550893							
	Restricted Funds	3,467,000	3,467,000				
Project Total		3,467,000	3,467,000				
204	Upgrade Diagnostic Radiology - Hospital						
PRJ4550921							
	Restricted Funds	3,000,000	3,000,000				
Project Total		3,000,000	3,000,000				
205	Renovate Dietetics - Hospital						
PRJ4550894							
	Restricted Funds	6,000,000	6,000,000				
Project Total		6,000,000	6,000,000				
206	Upgrade Communications Svs - Hospital Reauthorization (\$1,000,000 Restricted Funds)						
PRJ4550917							
	Restricted Funds						
Project Total							
207	Construct Business Facility II - Hospital - Additional Reauthorization (\$9,000,000 Restricted Funds)						
PRJ4550918							
	Restricted Funds	1,840,000	1,840,000				
Project Total		1,840,000	1,840,000				
208	Construct Outpt. Care Facility II - Hospital - Additional Reauthorization (\$6,172,000 Restricted Funds)						
PRJ4550915							
	Restricted Funds	1,976,000	1,976,000				
Project Total		1,976,000	1,976,000				

K - Postsecondary Education**Capital Budget****University of Kentucky**

		Fiscal Year 2004-2005			Fiscal Year 2005-2006		
		Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
209	Construct Outpt. Diag./Treat Facility II - Hospital - Additional Reauthorization (\$12,672,000 Restricted Funds)						
PRJ4550914							
	Restricted Funds	4,873,000	4,873,000				
	Project Total	4,873,000	4,873,000				
210	Construct Bldg Connectors III - Hospital - Additional Reauthorization (\$3,000,000 Restricted Funds)						
PRJ4550913							
	Restricted Funds	47,000	47,000				
	Project Total	47,000	47,000				
211	Construct Primary Care Center II - Hospital - Additional Reauthorization (\$10,172,000 Restricted Funds)						
PRJ4550901							
	Restricted Funds	2,845,000	2,845,000				
	Project Total	2,845,000	2,845,000				
212	Construct Patient Care Facility II - Hospital - Additional Reauthorization (\$7,638,000 Restricted Funds)						
PRJ4550948							
	Restricted Funds	3,839,000	3,839,000				
	Project Total	3,839,000	3,839,000				
213	Upgrade Nutrition Services II - Hospital Reauthorization (\$1,000,000 Restricted Funds)						
PRJ4550922							
	Restricted Funds						
	Project Total						
214	Upgrade Support Services II - Hospital Reauthorization (\$1,000,000 Restricted Funds)						
PRJ4550909							
	Restricted Funds						
	Project Total						
216	Implement Land Use Plan IV - Hospital Reauthorization (\$2,500,000 Restricted Funds)						
PRJ4550907							
	Restricted Funds						
	Project Total						
217	Upgrade Diagnostic Services XII - Hospital Reauthorization (\$1,000,000 Restricted Funds)						
PRJ4550906							
	Restricted Funds						
	Project Total						

K - Postsecondary Education**Capital Budget****University of Kentucky**

		Fiscal Year 2004-2005			Fiscal Year 2005-2006		
		Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
218	Construct Outpatient Svs III - Hospital						
PRJ4550905							
	Restricted Funds	8,004,000	8,004,000				
Project Total		8,004,000	8,004,000				
219	Upgrade Diagnostic Services XI - Hospital Reauthorization (\$1,500,000 Restricted Funds)						
PRJ4550904							
	Restricted Funds						
Project Total							
220	Renovate Medical Records Suite I - Hospital						
PRJ4550896							
	Restricted Funds	566,000	566,000				
Project Total		566,000	566,000				
221	Guaranteed Energy Savings Project						
PRJ4550897							
	Restricted Funds						
Project Total							
222	Purchase Patient System Enterprise Reauthorization (\$4,640,000 Restricted Funds)						
PRJ4550899							
	Restricted Funds						
Project Total							
223	Purchase Upgrade for Servers Reauthorization (\$800,000 Restricted Funds)						
PRJ4550852							
	Restricted Funds						
Project Total							
224	Purchase Upgrade - HIS Computing Facility Reauthorization (\$2,900,000 Restricted Funds)						
PRJ4550851							
	Restricted Funds						
Project Total							
225	Purchase Clinical System Enterprise Reauthorization (\$5,800,000 Restricted Funds)						
PRJ4550848							
	Restricted Funds						
Project Total							

K - Postsecondary Education**Capital Budget****University of Kentucky**

		Fiscal Year 2004-2005			Fiscal Year 2005-2006		
		Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
226	Purchase Computing Infrastructure Update Reauthorization (\$2,500,000 Restricted Funds)						
PRJ4550853							
	Restricted Funds						
Project Total							
227	Purchase Data Storage Facility Upgrade Reauthorization (\$750,000 Restricted Funds)						
PRJ4550854							
	Restricted Funds						
Project Total							
228	Purchase Dig. Medical Record Expansion Reauthorization (\$4,640,000 Restricted Funds)						
PRJ4550931							
	Restricted Funds						
Project Total							
229	Purchase Managed Care Enterprise Reauthorization (\$1,160,000 Restricted Funds)						
PRJ4550850							
	Restricted Funds						
Project Total							
230	Purchase Data Storage Equipment and Software I						
PRJ4550928							
	Restricted Funds	500,000	500,000				
Project Total		500,000	500,000				
231	Purchase Telecommunications Equipment I						
PRJ4550855							
	Restricted Funds	250,000	250,000				
Project Total		250,000	250,000				
232	Purchase PACS Data Storage Equip and Software						
PRJ4550898							
	Restricted Funds	500,000	500,000				
Project Total		500,000	500,000				
233	Purchase IS Security Equipment I						
PRJ4550849							
	Restricted Funds	150,000	150,000				
Project Total		150,000	150,000				

K - Postsecondary Education**Capital Budget****University of Kentucky**

		Fiscal Year 2004-2005			Fiscal Year 2005-2006		
		Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
234	Purchase Data Center Printers I						
PRJ4550889							
Restricted Funds		350,000	350,000				
Project Total		350,000	350,000				
235	Purchase Data Storage Equip and Software II						
PRJ4550840							
Restricted Funds		250,000	250,000				
Project Total		250,000	250,000				
236	Purchase Telecommunications Equipment II						
PRJ4550783							
Restricted Funds		200,000	200,000				
Project Total		200,000	200,000				
237	Purchase Mainframe Computer						
PRJ4550845							
Restricted Funds		400,000	400,000				
Project Total		400,000	400,000				
238	Purchase IS Security Equipment II						
PRJ4550832							
Restricted Funds		150,000	150,000				
Project Total		150,000	150,000				
239	Purchase Data Center Printers II						
PRJ4550841							
Restricted Funds		300,000	300,000				
Project Total		300,000	300,000				
240	Purchase Knowledge-based Transcription						
PRJ4550819							
Restricted Funds		450,000	450,000				
Project Total		450,000	450,000				
241	Purchase Knowledge-based Charting System						
PRJ4550847							
Restricted Funds		400,000	400,000				
Project Total		400,000	400,000				

K - Postsecondary Education**Capital Budget****University of Kentucky**

		Fiscal Year 2004-2005			Fiscal Year 2005-2006		
		Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
242	Purchase Consumer Web Interaction System						
PRJ4550846							
	Restricted Funds	400,000	400,000				
	Project Total	400,000	400,000				
243	Purchase Data Storage Equip and Software III						
PRJ4550843							
	Restricted Funds	150,000	150,000				
	Project Total	150,000	150,000				
244	Purchase Telecommunications Equipment III						
PRJ4550947							
	Restricted Funds	150,000	150,000				
	Project Total	150,000	150,000				
245	Purchase Dentistry Patient Management System						
PRJ4550972							
	Restricted Funds	1,650,000	1,650,000				
	Project Total	1,650,000	1,650,000				
246	Construct Baseball Club House						
PRJ4550973							
	Restricted Funds	2,500,000	2,500,000				
	Project Total	2,500,000	2,500,000				
247	Expand Ophthalmology Clinic in Med Plaza						
PRJ4550974							
	Restricted Funds	3,100,000	3,100,000				
	Project Total	3,100,000	3,100,000				
248	Renovate Lab & Support Space in Med Science						
PRJ4550975							
	Restricted Funds	9,500,000	9,500,000				
	Project Total	9,500,000	9,500,000				
249	Renovate/Expand DLAR Quarantine Facility at Spindletop						
PRJ4550976							
	Restricted Funds	2,720,000	2,720,000				
	Project Total	2,720,000	2,720,000				

K - Postsecondary Education**Capital Budget****University of Kentucky**

		Fiscal Year 2004-2005			Fiscal Year 2005-2006		
		Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
250	Upgrade/Modify Coldstream Research Campus Facilities						
PRJ4550977							
	Restricted Funds	10,000,000	10,000,000				
Project Total		10,000,000	10,000,000				
251	Expand Biosafety (BSL-3) in Med Science						
PRJ4550978							
	Restricted Funds	21,500,000	21,500,000				
	Federal Funds	4,000,000	4,000,000				
Project Total		25,500,000	25,500,000				
252	Renovate K-Lair Building						
PRJ4550979							
	Restricted Funds	1,650,000	1,650,000				
Project Total		1,650,000	1,650,000				
253	Expand Pence Hall						
PRJ4550980							
	Restricted Funds	6,300,000	6,300,000				
Project Total		6,300,000	6,300,000				
254	Renovate PSC Building						
PRJ4550981							
	Restricted Funds	750,000	750,000				
Project Total		750,000	750,000				
255	Renovate COM Administrative Offices						
PRJ4550982							
	Restricted Funds	1,200,000	1,200,000				
Project Total		1,200,000	1,200,000				
256	Construct University Student Center - Design						
PRJ4550983							
	Restricted Funds	6,000,000	6,000,000				
Project Total		6,000,000	6,000,000				
257	Renovate Lab for Coatings & Surface Inspection						
PRJ4550984							
	Restricted Funds	8,000,000	8,000,000				
Project Total		8,000,000	8,000,000				

K - Postsecondary Education**Capital Budget****University of Kentucky**

		Fiscal Year 2004-2005			Fiscal Year 2005-2006		
		Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
258	Construct University Press Facility						
PRJ4550985							
	Restricted Funds	2,950,000	2,950,000				
Project Total		2,950,000	2,950,000				
259	Expand Campus Plan & Infrastructure						
PRJ4550986							
	Restricted Funds	23,000,000	23,000,000				
Project Total		23,000,000	23,000,000				
260	Renovate Parking Structure 3						
PRJ4550987							
	Restricted Funds	2,500,000	2,500,000				
Project Total		2,500,000	2,500,000				
261	Lease-Purchase ERP System, Phase II						
PRJ4550988							
	Restricted Funds	15,000,000	15,000,000				
Project Total		15,000,000	15,000,000				
262	Commonwealth Stadium Waterproofing/Concrete Sealing						
PRJ4550989							
	Restricted Funds	2,500,000	2,500,000				
Project Total		2,500,000	2,500,000				
263	Purchase/Install Score Boards - Memorial Coliseum & Hagan Stadium						
PRJ4550990							
	Restricted Funds	1,500,000	1,500,000				
Project Total		1,500,000	1,500,000				
264	Expand Ambulatory Care Facilities						
PRJ4550991							
	Restricted Funds	20,000,000	20,000,000				
Project Total		20,000,000	20,000,000				
265	Upgrade Critical Care Center HVAC						
PRJ4550992							
	Restricted Funds	7,649,000	7,649,000				
Project Total		7,649,000	7,649,000				

K - Postsecondary Education**Capital Budget****University of Kentucky**

		Fiscal Year 2004-2005			Fiscal Year 2005-2006		
		Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
266	Expand Outpatient Radiology						
PRJ4550993							
	Restricted Funds	2,000,000	2,000,000				
Project Total		2,000,000	2,000,000				
267	Renovate Hospital Nursing Units						
PRJ4550994							
	Restricted Funds	2,000,000	2,000,000				
Project Total		2,000,000	2,000,000				
268	Expand Emergency Services						
PRJ4550995							
	Restricted Funds	6,100,000	6,100,000				
Project Total		6,100,000	6,100,000				
269	Fit-up Gill Building - Ground Floor						
PRJ4550996							
	Restricted Funds	1,250,000	1,250,000				
Project Total		1,250,000	1,250,000				
270	Upgrade Clinical Services						
PRJ4550997							
	Restricted Funds	2,000,000	2,000,000				
Project Total		2,000,000	2,000,000				
271	Upgrade Outpatient Services						
PRJ4550998							
	Restricted Funds	2,000,000	2,000,000				
Project Total		2,000,000	2,000,000				
272	Upgrade Surgical Services						
PRJ4550999							
	Restricted Funds	4,500,000	4,500,000				
Project Total		4,500,000	4,500,000				
273	Expand Cancer Infusion Suites						
PRJ4551000							
	Restricted Funds	1,964,000	1,964,000				
Project Total		1,964,000	1,964,000				

K - Postsecondary Education**Capital Budget****University of Kentucky**

		Fiscal Year 2004-2005			Fiscal Year 2005-2006		
		Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
274	Renovate Hospital Cafeteria						
PRJ4551001							
	Restricted Funds	631,000	631,000				
Project Total		631,000	631,000				
275	Upgrade Hospital Data Network						
PRJ4551002							
	Restricted Funds	826,000	826,000				
Project Total		826,000	826,000				
276	Replace Hospital Mainframe Computer						
PRJ4551003							
	Restricted Funds	800,000	800,000				
Project Total		800,000	800,000				
277	Expand Hospital Data Storage						
PRJ4551004							
	Restricted Funds	600,000	600,000				
Project Total		600,000	600,000				
278	Expand Kentucky Clinic Network						
PRJ4551005							
	Restricted Funds	800,000	800,000				
Project Total		800,000	800,000				
279	Install Perioperative Information Management System						
PRJ4551006							
	Restricted Funds	1,200,000	1,200,000				
Project Total		1,200,000	1,200,000				
280	Install Fetal Monitoring Information System						
PRJ4551007							
	Restricted Funds	1,200,000	1,200,000				
Project Total		1,200,000	1,200,000				
281	Implement Medication Bar Coding System						
PRJ4551008							
	Restricted Funds	1,750,000	1,750,000				
Project Total		1,750,000	1,750,000				

K - Postsecondary Education**Capital Budget****University of Kentucky**

		Fiscal Year 2004-2005			Fiscal Year 2005-2006		
		Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
282	Upgrade PACS System						
PRJ4551009							
	Restricted Funds	2,000,000	2,000,000				
Project Total		2,000,000	2,000,000				
283	Replace Radiology Information System (QuadRIS Replacement)						
PRJ4551010							
	Restricted Funds	2,000,000	2,000,000				
Project Total		2,000,000	2,000,000				
284	Implement On-Site Digital Radiology Archive						
PRJ4551011							
	Restricted Funds	700,000	700,000				
Project Total		700,000	700,000				
285	Implement PACS System in Hospital Operating Room						
PRJ4551012							
	Restricted Funds	800,000	800,000				
Project Total		800,000	800,000				
286	Implement Automated Bed Management System						
PRJ4551013							
	Restricted Funds	1,000,000	1,000,000				
Project Total		1,000,000	1,000,000				
287	Renovate IRIS Project Facility						
PRJ4551014							
	Restricted Funds	1,035,000	1,035,000				
Project Total		1,035,000	1,035,000				
288	Renovate Football Practice Field						
PRJ4551015							
	Restricted Funds	2,250,000	2,250,000				
Project Total		2,250,000	2,250,000				
289	Renovate First Floor Phase I - Hospital						
PRJ4551016							
	Restricted Funds	8,000,000	8,000,000				
Project Total		8,000,000	8,000,000				

K - Postsecondary Education**Capital Budget****University of Kentucky**

		Fiscal Year 2004-2005			Fiscal Year 2005-2006		
		Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
290	Construct Biological/Pharmaceutical Complex						
PRJ4550543							
Bond Funds			40,000,000	40,000,000			
Project Total			40,000,000	40,000,000			
291	Construct Patient Bed Tower - Hospital						
PRJ4550920							
Restricted Funds			100,000,000	100,000,000			
Agency Bonds			100,000,000	100,000,000			
Project Total			200,000,000	200,000,000			
292	Basketball Practice Facility						
PRJ4551024							
Restricted Funds			8,000,000	8,000,000			
Agency Bonds			7,000,000	7,000,000			
Project Total			15,000,000	15,000,000			
293	Horticulture Education & Research Facilities						
PRJ4551026							
Restricted Funds			800,000	800,000			
Project Total			800,000	800,000			
294	Construct Student Health Facility						
PRJ4550544							
Agency Bonds			24,000,000	24,000,000			
Project Total			24,000,000	24,000,000			
TOTAL CAPITAL		1,128,383,000	1,416,683,000	288,300,000			

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K - Postsecondary Education**Operating Budget****University of Louisville**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE						
General Fund	172,790,800	172,790,800		175,734,100	176,109,100	375,000
Restricted Funds	357,507,500	357,507,500		390,008,200	390,008,200	
Federal Funds	80,500,500	80,500,500		87,818,700	87,818,700	
Regular Total Funds	610,798,800	610,798,800		653,561,000	653,936,000	375,000
Continuing						
TOTAL FUNDS	610,798,800	610,798,800		653,561,000	653,936,000	375,000
II. EXPENDITURE CATEGORY						
Personnel Costs	388,908,100	388,908,100		418,803,000	418,897,000	94,000
Operating Expenses	124,208,300	124,208,300		131,870,100	132,151,100	281,000
Grants, Loans, Benefits	60,439,900	60,439,900		65,635,200	65,635,200	
Debt Service	15,787,300	15,787,300		15,797,500	15,797,500	
Capital Outlay	21,455,200	21,455,200		21,455,200	21,455,200	
TOTAL EXPENDITURES	610,798,800	610,798,800		653,561,000	653,936,000	375,000
III. BASE LEVEL BUDGET BY FUND SOURCE						
General Fund	172,790,800	172,790,800		175,734,100	175,734,100	
Restricted Funds	357,507,500	357,507,500		390,008,200	390,008,200	
Federal Funds	80,500,500	80,500,500		87,818,700	87,818,700	
Regular Total Funds	610,798,800	610,798,800		653,561,000	653,561,000	
Continuing						
TOTAL BASE LEVEL	610,798,800	610,798,800		653,561,000	653,561,000	
IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE						
General Fund					375,000	375,000
TOTAL ADDITIONAL					375,000	375,000
V. ADDITIONAL BUDGET ITEMS						
1 EXPAN KY Health Care Infrastructure Authority						
ABR4600009 Provide funds for one faculty position.						
General Fund					175,000	175,000
Project Total					175,000	175,000
2 EXPAN Equine Industry Program						
ABR4600010 Provide funds for education improvement to students in the Equine Industry Program.						
General Fund					200,000	200,000
Project Total					200,000	200,000

K - Postsecondary Education					Operating Budget	
University of Louisville						
Fiscal Year 2004-2005			Fiscal Year 2005-2006			
Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference	
TOTAL ADDITIONAL					375,000	375,000

**Fiscal Biennium 2004-2006
Budget Modification Report**

04/25/05 2:02 PM

University of Louisville

BILL AS INTRODUCED

The State/Executive Branch Budget Bill, Part III, General Provisions, includes language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

The State/Executive Branch Budget Bill, Part V, Funds Transfer, includes a language provision that directs:

"Notwithstanding the statutes or requirements of the Restricted Funds enumerated below, there is transferred to the General Fund the following amounts in fiscal year 2004-2005, and fiscal year 2005-2006."

Part V, Funds Transfer, includes a transfer of \$4,400,000 from Agency Revenue Fund in fiscal year 2004-2005.

The amount of \$1,545,300 is provided in fiscal year 2005-2006 to restore one-half of the recurring budget reductions resulting from the "Stability Initiative" of fiscal year 2003-2004.

GENERAL ASSEMBLY

The General Assembly concurs with the Bill as Introduced with the following changes:

The General Assembly does not include in Part III, General Provisions, language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

The General Assembly provides in Part II, Capital Project Budget, authorization in fiscal year 2004-2005 to purchase the Chevron property for \$3.5 million of Restricted Funds.

The General Assembly provides General Fund dollars the amount of \$175,000 in fiscal year 2005-2006 for a faculty position to support the Kentucky Health Care Infrastructure Authority.

The General Assembly provides General Fund dollars in the amount of \$200,00 in fiscal year 2005-2006 for the Equine Industry Program.

The General Assembly provides Part XXV, Tobacco Surtax for Cancer Research Institutions Matching Fund, establishing a one-cent (\$0.01) surtax on the sale of each twenty (20) cigarettes to fund a cancer research matching fund for public postsecondary education research institutions.

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K - Postsecondary Education**Capital Budget****University of Louisville**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
I. CAPITAL PROJECT RECAP BY FUND SOURCE						
Restricted Funds	153,830,800	218,171,300	64,340,500	32,696,000	32,696,000	
Federal Funds	22,200,000	32,450,000	10,250,000			
Bond Funds		39,150,000	39,150,000			
Agency Bonds		25,579,000	25,579,000			
TOTAL CAPITAL	176,030,800	315,350,300	139,319,500	32,696,000	32,696,000	
II. CAPITAL PROJECTS						
1	Major Item of Equipment Pool					
PRJ4601015						
Restricted Funds	12,154,000	12,154,000				
Project Total	12,154,000	12,154,000				
2	Guaranteed Energy Savings Project					
PRJ4601007						
Restricted Funds						
Project Total						
3	Renovate - Shelby Campus Infrastructure					
PRJ4600983						
Restricted Funds	8,740,000	8,740,000				
Project Total	8,740,000	8,740,000				
4	Renovate - Student Serv. Bldg - Houchins, Ph II					
PRJ4600977						
Restricted Funds	6,807,000	6,807,000				
Project Total	6,807,000	6,807,000				
5	Renovate - Chemistry Fume Hood Redesign, Ph II					
PRJ4600987						
Restricted Funds	4,534,000	4,534,000				
Project Total	4,534,000	4,534,000				
6	Expand - Oppenheimer Hall for Social Work - Additional Reauthorization (\$5,450,000 Restricted Funds)					
PRJ4600997						
Restricted Funds	826,000	826,000				
Project Total	826,000	826,000				

K - Postsecondary Education**Capital Budget****University of Louisville**

		Fiscal Year 2004-2005			Fiscal Year 2005-2006		
		Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
7	Purchase - Digital Communication System						
PRJ4601001							
	Restricted Funds	1,000,000	1,000,000		1,000,000	1,000,000	
	Project Total	1,000,000	1,000,000		1,000,000	1,000,000	
8	Purchase - Networking System						
PRJ4600963							
	Restricted Funds	1,500,000	1,500,000		1,500,000	1,500,000	
	Project Total	1,500,000	1,500,000		1,500,000	1,500,000	
9	Renovate - Natural Science Building						
PRJ4600976							
	Restricted Funds	12,840,000	12,840,000				
	Project Total	12,840,000	12,840,000				
10	Purchase - CPU System						
PRJ4600962							
	Restricted Funds	460,000	460,000				
	Project Total	460,000	460,000				
11	Purchase - Enhanced Library System Software						
PRJ4600955							
	Restricted Funds	250,000	250,000				
	Project Total	250,000	250,000				
12	Purchase - PC's, Printers, Laptops						
PRJ4600960							
	Restricted Funds	149,000	149,000				
	Project Total	149,000	149,000				
13	Purchase - Third Street and Central Ave. Property						
PRJ4601008							
	Restricted Funds	3,100,000	3,100,000				
	Project Total	3,100,000	3,100,000				
14	Construct - U of L Baseball Stadium Reauthorization (\$5,900,000 Restricted Funds)						
PRJ4601009							
	Restricted Funds						
	Project Total						

K - Postsecondary Education**Capital Budget****University of Louisville**

		Fiscal Year 2004-2005			Fiscal Year 2005-2006		
		Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
15	Purchase - Electronic Research Information System						
PRJ4600961							
	Restricted Funds	1,080,000	1,080,000				
	Project Total	1,080,000	1,080,000				
16	Renovate - Dental Clinics - First Floor						
PRJ4600980							
	Restricted Funds	9,303,000	9,303,000				
	Project Total	9,303,000	9,303,000				
17	Construct - Boathouse for Women's Rowing Program	Reauthorization (\$2,488,000 Restricted Funds)					
PRJ4600978							
	Restricted Funds	188,000	188,000				
	Project Total	188,000	188,000				
18	Purchase - Artificial Turf - Practice Field Facility						
PRJ4600988							
	Restricted Funds	750,000	750,000				
	Project Total	750,000	750,000				
19	Purchase - Computer Processing System						
PRJ4600989							
	Restricted Funds	1,800,000	1,800,000		200,000	200,000	
	Project Total	1,800,000	1,800,000		200,000	200,000	
20	Purchase - Storage System						
PRJ4601000							
	Restricted Funds	600,000	600,000		400,000	400,000	
	Project Total	600,000	600,000		400,000	400,000	
21	Purchase - Enterprise Application System						
PRJ4600966							
	Restricted Funds	1,000,000	1,000,000		1,000,000	1,000,000	
	Project Total	1,000,000	1,000,000		1,000,000	1,000,000	
22	Lease - Digital Output System						
PRJ4600998							
	Restricted Funds	500,000	500,000		500,000	500,000	
	Project Total	500,000	500,000		500,000	500,000	

K - Postsecondary Education**Capital Budget****University of Louisville**

		Fiscal Year 2004-2005			Fiscal Year 2005-2006		
		Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
23	Visualization System						
PRJ4600999							
	Restricted Funds	500,000	500,000		500,000	500,000	
	Project Total	500,000	500,000		500,000	500,000	
24	Renovate - Medical School Tower-55A, Phase I						
PRJ4600982							
	Restricted Funds	4,148,000	4,148,000				
	Project Total	4,148,000	4,148,000				
25	Expand - Ambulatory Care Bldg. Academic Addition						
PRJ4600959							
	Restricted Funds	43,061,800	43,061,800				
	Project Total	43,061,800	43,061,800				
26	Purchase - Real Estate Near HSC and Ren. Offices						
PRJ4601011							
	Restricted Funds	20,500,000	20,500,000				
	Project Total	20,500,000	20,500,000				
27	Construct - Utilities, Remove Overhead Lines						
PRJ4600985							
	Restricted Funds				3,194,000	3,194,000	
	Project Total				3,194,000	3,194,000	
28	Renovate - Univ. Housing Capital Renewal, Ph I						
PRJ4600984							
	Restricted Funds				3,210,000	3,210,000	
	Project Total				3,210,000	3,210,000	
29	Construct - Diversity Center for Excellence						
PRJ4600981							
	Restricted Funds				5,597,000	5,597,000	
	Project Total				5,597,000	5,597,000	
30	Construct - HSC Parking Structure II						
PRJ4600973							
	Restricted Funds				15,595,000	15,595,000	
	Project Total				15,595,000	15,595,000	

K - Postsecondary Education**Capital Budget****University of Louisville**

		Fiscal Year 2004-2005			Fiscal Year 2005-2006		
		Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
32	Construct Womens Soccer Fields						
PRJ4601026							
	Restricted Funds	540,000	540,000				
	Project Total	540,000	540,000				
33	Construct Center for Predictive Medicine						
PRJ4601028							
	Restricted Funds	13,000,000	13,000,000				
	Federal Funds	22,200,000	22,200,000				
	Project Total	35,200,000	35,200,000				
34	Papa John Stadium Expansion/Planning						
PRJ4601030							
	Restricted Funds	2,000,000	2,000,000				
	Project Total	2,000,000	2,000,000				
35	Transportation Improvement						
PRJ4601032							
	Restricted Funds	2,500,000	2,500,000				
	Project Total	2,500,000	2,500,000				
36	Acquire Land-Chevron Property						
PRJ4601034							
	Restricted Funds		3,500,000	3,500,000			
	Project Total		3,500,000	3,500,000			
37	Construct - HSC Research Facility III						
PRJ4600986							
	Restricted Funds		15,800,000	15,800,000			
	Federal Funds		10,250,000	10,250,000			
	Bond Funds		39,150,000	39,150,000			
	Project Total		65,200,000	65,200,000			
38	Construct - Multipurp Field House and Prac. Fac.						
PRJ4601014							
	Restricted Funds		4,404,000	4,404,000			
	Agency Bonds		8,000,000	8,000,000			
	Project Total		12,404,000	12,404,000			

K - Postsecondary Education**Capital Budget****University of Louisville**

		Fiscal Year 2004-2005			Fiscal Year 2005-2006		
		Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
39	Construct - Res Hall, 276 Beds, Ph III, Com.Park						
PRJ4600958							
Restricted Funds			14,000,000	14,000,000			
Project Total			14,000,000	14,000,000			
40	Construct - Basketball Practice Fac. and Office Re						
PRJ4601010							
Agency Bonds			9,548,000	9,548,000			
Project Total			9,548,000	9,548,000			
42	Renovate - Medical Dental Res Building Phase IV						
PRJ4600996							
Restricted Funds			19,425,000	19,425,000			
Project Total			19,425,000	19,425,000			
43	Purchase - Support Service Land (NE Quad)						
PRJ4600975							
Restricted Funds			5,095,000	5,095,000			
Project Total			5,095,000	5,095,000			
44	Inhalation Chamber						
PRJ4601036							
Restricted Funds			2,116,500	2,116,500			
Project Total			2,116,500	2,116,500			
51	Renovate and Purchase Home of the Innocents Property						
PRJ4601038							
Agency Bonds			8,031,000	8,031,000			
Project Total			8,031,000	8,031,000			
TOTAL CAPITAL		176,030,800	315,350,300	139,319,500	32,696,000	32,696,000	

K - Postsecondary Education**Operating Budget****Western Kentucky University**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE						
General Fund	70,040,400	70,040,400		71,963,200	71,963,200	
Restricted Funds	126,586,000	126,586,000		138,009,000	138,009,000	
Federal Funds	35,600,000	35,600,000		39,071,000	39,071,000	
Regular Total Funds	232,226,400	232,226,400		249,043,200	249,043,200	
Continuing						
TOTAL FUNDS	232,226,400	232,226,400		249,043,200	249,043,200	
II. EXPENDITURE CATEGORY						
Personnel Costs	122,179,500	122,179,500		130,509,300	130,509,300	
Operating Expenses	66,103,400	66,103,400		71,710,600	71,710,600	
Grants, Loans, Benefits	32,901,600	32,901,600		35,294,600	35,294,600	
Debt Service	3,316,400	3,316,400		3,326,200	3,326,200	
Capital Outlay	7,725,500	7,725,500		8,202,500	8,202,500	
TOTAL EXPENDITURES	232,226,400	232,226,400		249,043,200	249,043,200	
III. BASE LEVEL BUDGET BY FUND SOURCE						
General Fund	70,040,400	70,040,400		71,963,200	71,963,200	
Restricted Funds	126,586,000	126,586,000		138,009,000	138,009,000	
Federal Funds	35,600,000	35,600,000		39,071,000	39,071,000	
Regular Total Funds	232,226,400	232,226,400		249,043,200	249,043,200	
Continuing						
TOTAL BASE LEVEL	232,226,400	232,226,400		249,043,200	249,043,200	

**Fiscal Biennium 2004-2006
Budget Modification Report**

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Western Kentucky University

BILL AS INTRODUCED

The State/Executive Branch Budget Bill, Part III, General Provisions, includes language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

The State/Executive Branch Budget Bill, Part V, Funds Transfer, includes a language provision that directs:

"Notwithstanding the statutes or requirements of the Restricted Funds enumerated below, there is transferred to the General Fund the following amounts in fiscal year 2004-2005, and fiscal year 2005-2006."

Part V, Funds Transfer, includes a transfer of \$2,381,600 from Agency Revenue Fund in fiscal year 2004-2005.

The amount of \$1,614,300 is provided in fiscal year 2005-2006 to restore one-half of the recurring budget reductions resulting from the "Stability Initiative" of fiscal year 2003-2004.

GENERAL ASSEMBLY

The General Assembly concurs with the Bill as Introduced with the following changes:

The General Assembly does not include in Part III, General Provisions, language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

The General Assembly provides Part I, language provision, that directs: "Included in the above General Fund appropriation is \$200,000 each fiscal year for maintenance and support of the university farm and which shall be expended for no other purpose."

K - Postsecondary Education**Capital Budget****Western Kentucky University**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
I. CAPITAL PROJECT RECAP BY FUND SOURCE						
Restricted Funds	35,357,000	53,272,000	17,915,000			
Federal Funds						
Bond Funds		36,750,000	36,750,000			
Agency Bonds		28,500,000	28,500,000			
TOTAL CAPITAL	35,357,000	118,522,000	83,165,000			
II. CAPITAL PROJECTS						
1	Repair Mold/Moisture Damage					
PRJ4651018						
Restricted Funds	1,612,000	1,612,000				
Project Total	1,612,000	1,612,000				
2	Renovate Electrical Distribution-Phase V					
PRJ4651009						
Restricted Funds	3,747,000	3,747,000				
Project Total	3,747,000	3,747,000				
3	Renovate Central Heat Plant - Phase I Reauthorization (\$1,273,000 Restricted Funds)					
PRJ4651005						
Restricted Funds						
Project Total						
4	Life Safety, Center for Research and Development					
PRJ4651032						
Restricted Funds	500,000	500,000				
Project Total	500,000	500,000				
5	Guaranteed Engery Savings Project					
PRJ4651027						
Restricted Funds						
Project Total						
6	Construct Radio and Television Transmission Towe					
PRJ4651015						
Restricted Funds	615,000	615,000				
Project Total	615,000	615,000				

K - Postsecondary Education**Capital Budget****Western Kentucky University**

		Fiscal Year 2004-2005			Fiscal Year 2005-2006		
		Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
7	Purchase Digital Television Transmission System Reauthorization (\$1,993,000 Restricted Funds and \$1,328,000 Federal Funds)						
PRJ4651016							
Restricted Funds							
Federal Funds							
Project Total							
8	Purchase Property for Campus Expansion						
PRJ4651006							
Restricted Funds		3,000,000	3,000,000				
Project Total		3,000,000	3,000,000				
9	Replace Server Reauthorization (\$880,000 Restricted Funds)						
PRJ4651023							
Restricted Funds							
Project Total							
10	Construct Student Health Services Building						
PRJ4651022							
Restricted Funds		4,000,000	1,000,000	(3,000,000)			
Agency Bonds			4,000,000	4,000,000			
Project Total		4,000,000	5,000,000	1,000,000			
11	Renovate Grise Hall - Design						
PRJ4651024							
Restricted Funds		1,398,000	1,398,000				
Project Total		1,398,000	1,398,000				
12	IT Infrastructure						
PRJ4651064							
Restricted Funds			2,800,000	2,800,000			
Agency Bonds			3,000,000	3,000,000			
Project Total			5,800,000	5,800,000			
13	Renovate Garrett Conference Center - Design Reauthorization (\$858,000 Restricted Funds)						
PRJ4651026							
Restricted Funds							
Project Total							

K - Postsecondary Education**Capital Budget****Western Kentucky University**

		Fiscal Year 2004-2005			Fiscal Year 2005-2006		
		Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
14	Renovate Academic Athletic #2, Design						
PRJ4651033							
Restricted Funds		3,500,000	25,500,000	22,000,000			
Agency Bonds			9,500,000	9,500,000			
Project Total		3,500,000	35,000,000	31,500,000			
15	Renovate Preston Center - Design						
PRJ4651056							
Restricted Funds		1,000,000	1,000,000				
Project Total		1,000,000	1,000,000				
16	Construct - Student Publications Facility						
PRJ4651058							
Restricted Funds		1,000,000	1,000,000				
Project Total		1,000,000	1,000,000				
17	Renovate Van Meter Hall - Design						
PRJ4651060							
Restricted Funds		1,600,000	1,600,000				
Project Total		1,600,000	1,600,000				
18	Renovate Science Campus - Phase II						
PRJ4651008							
Bond Funds			33,000,000	33,000,000			
Project Total			33,000,000	33,000,000			
19	Math and Science Academy Renovation						
PRJ4651036							
Restricted Funds			3,500,000	3,500,000			
Bond Funds			3,750,000	3,750,000			
Agency Bonds			5,000,000	5,000,000			
Project Total			12,250,000	12,250,000			
20	South Campus Parking and Dining Improvements						
PRJ4651062							
Agency Bonds			7,000,000	7,000,000			
Project Total			7,000,000	7,000,000			

K - Postsecondary Education**Capital Budget****Western Kentucky University**

		Fiscal Year 2004-2005			Fiscal Year 2005-2006		
		Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
21	Construct Pedestrian Mall						
PRJ4651066							
	Restricted Funds		2,000,000	2,000,000			
	Project Total		2,000,000	2,000,000			
22	Parking and Street Improvement						
PRJ4651068							
	Restricted Funds		4,000,000	4,000,000			
	Project Total		4,000,000	4,000,000			
27	Construct Academic-Athletic Performance Center						
PRJ4651011							
	Restricted Funds	9,000,000		(9,000,000)			
	Project Total	9,000,000		(9,000,000)			
28	Acquire Video Server						
PRJ4651013							
	Restricted Funds	800,000		(800,000)			
	Project Total	800,000		(800,000)			
29	Expand Campus Network - Phase II						
PRJ4651014							
	Restricted Funds	785,000		(785,000)			
	Project Total	785,000		(785,000)			
30	Secure Network Log-on System						
PRJ4651017							
	Restricted Funds	800,000		(800,000)			
	Project Total	800,000		(800,000)			
32	Implement Wireless Communication System						
PRJ4651025							
	Restricted Funds	2,000,000		(2,000,000)			
	Project Total	2,000,000		(2,000,000)			
TOTAL CAPITAL		35,357,000	118,522,000	83,165,000			

K - Postsecondary Education**Operating Budget****Kentucky Community and Technical College System**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE						
General Fund	192,279,600	192,279,600		195,006,300	195,006,300	
Restricted Funds	212,485,900	212,485,900		236,709,600	236,709,600	
Federal Funds	122,901,000	122,901,000		138,924,600	138,924,600	
Regular Total Funds	527,666,500	527,666,500		570,640,500	570,640,500	
Continuing						
TOTAL FUNDS	527,666,500	527,666,500		570,640,500	570,640,500	
II. EXPENDITURE CATEGORY						
Personnel Costs	263,215,200	263,215,200		291,620,700	291,620,700	
Operating Expenses	128,840,000	128,840,000		134,354,000	134,354,000	
Grants, Loans, Benefits	118,817,500	118,817,500		126,862,500	126,862,500	
Debt Service	5,994,100	5,994,100		5,974,400	5,974,400	
Capital Outlay	10,799,700	10,799,700		11,828,900	11,828,900	
TOTAL EXPENDITURES	527,666,500	527,666,500		570,640,500	570,640,500	
III. BASE LEVEL BUDGET BY FUND SOURCE						
General Fund	192,279,600	192,279,600		195,006,300	195,006,300	
Restricted Funds	212,485,900	212,485,900		236,709,600	236,709,600	
Federal Funds	122,901,000	122,901,000		138,924,600	138,924,600	
Regular Total Funds	527,666,500	527,666,500		570,640,500	570,640,500	
Continuing						
TOTAL BASE LEVEL	527,666,500	527,666,500		570,640,500	570,640,500	

**Fiscal Biennium 2004-2006
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Kentucky Community and Technical College System

BILL AS INTRODUCED

The State/Executive Branch Budget Bill, Part III, General Provisions, includes language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

The State/Executive Branch Budget Bill, Part V, Funds Transfer, includes a language provision that directs:

"Notwithstanding the statutes or requirements of the Restricted Funds enumerated below, there is transferred to the General Fund the following amounts in fiscal year 2004-2005, and fiscal year 2005-2006."

Part V, Funds Transfer, includes a transfer of \$4,996,700 from Agency Revenue Fund in fiscal year 2004-05, and \$9,868,900 in fiscal year 2004-2005 and \$3,500,000 in fiscal year 2005-2006 from the Firefighters Foundation Program Fund (KRS 95A.222).

The amount of \$1,614,300 is provided in fiscal year 2005-2006 to restore one-half of the recurring budget reductions resulting from the "Stability Initiative" of fiscal year 2003-2004.

In recognition of the increased demand for more skilled employees in the mining industry, \$3,000,000 General Fund dollars are provided in fiscal year 2005 06 to expand the capacity of the KCTCS system.

GENERAL ASSEMBLY

The General Assembly concurs with the Bill as Introduced with the following changes:

The General Assembly does not include in Part III, General Provisions, language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

The General Assembly provides the following part I, language provisions:

"Retirement Issues: Kentucky Community Technical College System shall work with the Kentucky Employees Retirement System to resolve issues concerning Kentucky Community Technical College System employees that may be covered by the Kentucky Employees Retirement System and shall report the resolution of issues to the Interim Joint Committee on Appropriations and

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Kentucky Community and Technical College System

Revenue."

"Salary Parity: Notwithstanding KRS 164.5805 and 164.5807 the Kentucky Community and Technical College System shall place the highest priority on distributing pay raises in a fair and equitable manner to all employees."

"Regional Fire Tower: Notwithstanding KRS 95A.262(3), included in the above Restricted Funds appropriation is \$80,000 in fiscal year 2005-2006 to construct a regional firefighter fire tower in Bardwell, Kentucky."

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K - Postsecondary Education**Capital Budget****Kentucky Community and Technical College System**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
I. CAPITAL PROJECT RECAP BY FUND SOURCE						
Restricted Funds	21,640,000	29,640,000	8,000,000			
Bond Funds	7,500,000	127,152,000	119,652,000			
TOTAL CAPITAL	29,140,000	156,792,000	127,652,000			
II. CAPITAL PROJECTS						
1	Warren County Technology Center					
PRJ4701086						
Bond Funds	7,500,000	7,500,000				
Project Total	7,500,000	7,500,000				
2	Lexington Community College - Winchester Facility Reauthorization and Reallocation (\$3,400,000 Bond Funds)					
PRJ4701096						
Restricted Funds	1,500,000	1,500,000				
Project Total	1,500,000	1,500,000				
3	KCTCS Information Tech Infrastructure Upgrade					
PRJ4701050						
Restricted Funds	12,000,000	12,000,000				
Project Total	12,000,000	12,000,000				
4	Renov. HVAC Syst, SE Campus, Owensboro C and TC					
PRJ4701043						
Restricted Funds	625,000	625,000				
Project Total	625,000	625,000				
5	Const. Area 9 Training Bldg, State Fire and Rescue					
PRJ4701039						
Restricted Funds	537,000	537,000				
Project Total	537,000	537,000				
6	Property Acquisition Pool					
PRJ4701048						
Restricted Funds	2,500,000	2,500,000				
Project Total	2,500,000	2,500,000				

K - Postsecondary Education**Capital Budget****Kentucky Community and Technical College System**

		Fiscal Year 2004-2005			Fiscal Year 2005-2006		
		Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
7	Install Sprinkler Systems, W. Ky. C and TC						
PRJ4701033							
Restricted Funds		600,000	600,000				
Project Total		600,000	600,000				
8	Repairs to Allied Health Bldg. West KY C and TC						
PRJ4701052							
Restricted Funds		750,000	750,000				
Project Total		750,000	750,000				
9	Renov. HVAC System - Strunk Bldg, Somerset CC						
PRJ4701055							
Restricted Funds		894,000	894,000				
Project Total		894,000	894,000				
10	Renov. HVAC System - Meece Bldg, Somerset CC						
PRJ4701077							
Restricted Funds		859,000	859,000				
Project Total		859,000	859,000				
11	Purchase Diagnostic Medical Sonography Unit Reauthorization (\$110,000 Restricted Funds)						
PRJ4701053							
Restricted Funds							
Project Total							
12	Guaranteed Energy Savings Project						
PRJ4701057							
Restricted Funds							
Project Total							
13	Henderson CC Lease for Applied Technology Program						
PRJ4701082							
Restricted Funds							
Project Total							
14	Jefferson CC - Jefferson Education Center Lease						
PRJ4701083							
Restricted Funds							
Project Total							

K - Postsecondary Education**Capital Budget****Kentucky Community and Technical College System**

		Fiscal Year 2004-2005			Fiscal Year 2005-2006		
		Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
15	System Office Lease Purchase						
PRJ4701084							
Restricted Funds							
Project Total							
16	Laurel North Campus - HVAC and Roof Replacement						
PRJ4701098							
Restricted Funds		800,000	800,000				
Project Total		800,000	800,000				
17	Pedestrian/Vehicular Connector - Somerset CC - Additional						
PRJ4701100							
Restricted Funds		300,000	300,000				
Project Total		300,000	300,000				
18	Purchase Multi-Engine Aircraft - Additional Reauthorization (\$300,000 Restricted Funds)						
PRJ4701102							
Restricted Funds		275,000	275,000				
Project Total		275,000	275,000				
19	LCC Classroom/Lab Building						
PRJ4701104							
Bond Funds			31,741,000	31,741,000			
Project Total			31,741,000	31,741,000			
20	Gateway CTC-Expand Edgewood Campus						
PRJ4701085							
Bond Funds			15,477,000	15,477,000			
Project Total			15,477,000	15,477,000			
21	Const. Ashland Reg Postsecondary Ed Ctr						
PRJ4701070							
Bond Funds			18,030,000	18,030,000			
Project Total			18,030,000	18,030,000			
22	Renov. Aircraft Maint Lab, Smst CC South Campus						
PRJ4701042							
Bond Funds			1,650,000	1,650,000			
Project Total			1,650,000	1,650,000			

K - Postsecondary Education**Capital Budget****Kentucky Community and Technical College System**

		Fiscal Year 2004-2005			Fiscal Year 2005-2006		
		Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
23	Const. Owensboro Advanced Technology Ctr.						
PRJ4701044							
	Restricted Funds		2,000,000	2,000,000			
	Bond Funds		13,088,000	13,088,000			
	Project Total		15,088,000	15,088,000			
24	Const. Tech Bldg. Madisonville CC						
PRJ4701056							
	Restricted Funds		2,000,000	2,000,000			
	Bond Funds		14,000,000	14,000,000			
	Project Total		16,000,000	16,000,000			
25	Const. Franklin/Simpson Technology Ctr.						
PRJ4701076							
	Restricted Funds		2,000,000	2,000,000			
	Bond Funds		12,000,000	12,000,000			
	Project Total		14,000,000	14,000,000			
26	Henderson CC Technology Center						
PRJ4701108							
	Restricted Funds		2,000,000	2,000,000			
	Bond Funds		13,066,000	13,066,000			
	Project Total		15,066,000	15,066,000			
28	Jefferson Community College Building						
PRJ4701106							
	Bond Funds		600,000	600,000			
	Project Total		600,000	600,000			
TOTAL CAPITAL		29,140,000	156,792,000	127,652,000			

FISCAL BIENNIUM 2004-2006 COMMONWEALTH BUDGET

FINAL BUDGET MEMORANDUM

TRANSPORTATION

APRIL 27, 2005

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Transportation Cabinet

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FB 2004-2006 FINAL BUDGET MEMORANDUM - 2005 GENERAL ASSEMBLY

OPERATING BUDGET - TOTAL FUNDS

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
REGULAR APPROPRIATIONS SUMMARY BY APPROPRIATION UNIT						
General Administration and Support	90,563,300	90,563,300		92,072,000	92,072,000	
Aviation	5,977,100	6,677,100	700,000	6,015,000	6,015,000	
Debt Service	116,113,500	116,113,500		157,528,900	166,840,900	9,312,000
Highways	1,788,125,600	1,738,125,600	(50,000,000)	1,285,805,800	1,276,894,700	(8,911,100)
Public Transportation	32,481,000	32,931,000	450,000	32,493,200	32,943,200	450,000
Revenue Sharing	236,928,500	386,928,500	150,000,000	243,540,600	229,080,600	(14,460,000)
Vehicle Regulation	20,544,700	20,544,700		20,833,100	20,833,100	
Regular Appropriation	2,290,733,700	2,391,883,700	101,150,000	1,838,288,600	1,824,679,500	(13,609,100)

FB 2004-2006 FINAL BUDGET MEMORANDUM - 2005 GENERAL ASSEMBLY

OPERATING BUDGET - GENERAL FUND

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
REGULAR APPROPRIATIONS SUMMARY BY APPROPRIATION UNIT						
Public Transportation	4,753,400	5,203,400	450,000	4,753,400	5,203,400	450,000
Regular Appropriation	4,753,400	5,203,400	450,000	4,753,400	5,203,400	450,000
CONTINUED RESERVE SPENDING SUMMARY BY APPROPRIATION UNIT						
Public Transportation	606,600	606,600				
Reserve Spending	606,600	606,600				

FB 2004-2006 FINAL BUDGET MEMORANDUM - 2005 GENERAL ASSEMBLY

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OPERATING BUDGET - RESTRICTED FUNDS

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
REGULAR APPROPRIATIONS SUMMARY BY APPROPRIATION UNIT						
General Administration and Support	25,607,200	25,607,200		25,542,000	25,542,000	
Aviation	5,962,100	6,662,100	700,000	6,000,000	6,000,000	
Highways	213,858,800	213,858,800		64,222,100	64,222,100	
Public Transportation	500,000	500,000		508,900	508,900	
Vehicle Regulation	3,868,000	3,868,000		4,040,400	4,040,400	
Regular Appropriation	249,796,100	250,496,100	700,000	100,313,400	100,313,400	

FB 2004-2006 FINAL BUDGET MEMORANDUM - 2005 GENERAL ASSEMBLY

OPERATING BUDGET - FEDERAL FUNDS

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
REGULAR APPROPRIATIONS SUMMARY BY APPROPRIATION UNIT						
Aviation	15,000	15,000		15,000	15,000	
Highways	587,000,000	587,000,000		587,000,000	587,000,000	
Public Transportation	27,227,600	27,227,600		27,230,900	27,230,900	
Vehicle Regulation	842,700	842,700		894,700	894,700	
Regular Appropriation	615,085,300	615,085,300		615,140,600	615,140,600	

FB 2004-2006 FINAL BUDGET MEMORANDUM - 2005 GENERAL ASSEMBLY

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OPERATING BUDGET - ROAD FUND

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
REGULAR APPROPRIATIONS SUMMARY BY APPROPRIATION UNIT						
General Administration and Support	64,956,100	64,956,100		66,530,000	66,530,000	
Debt Service	116,113,500	116,113,500		157,528,900	166,840,900	9,312,000
Highways	637,266,800	637,266,800		634,583,700	625,672,600	(8,911,100)
Revenue Sharing	236,928,500	236,928,500		243,540,600	229,080,600	(14,460,000)
Vehicle Regulation	15,834,000	15,834,000		15,898,000	15,898,000	
Regular Appropriation	1,071,098,900	1,071,098,900		1,118,081,200	1,104,022,100	(14,059,100)

FB 2004-2006 FINAL BUDGET MEMORANDUM - 2005 GENERAL ASSEMBLY

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OPERATING BUDGET - BOND FUNDS

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
REGULAR APPROPRIATIONS SUMMARY BY APPROPRIATION UNIT						
Highways	350,000,000	300,000,000	(50,000,000)			
Revenue Sharing		150,000,000	150,000,000			
Regular Appropriation	350,000,000	450,000,000	100,000,000			

L - Transportation Cabinet

Operating Budget

Summary Totals

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE						
General Fund	4,753,400	5,203,400	450,000	4,753,400	5,203,400	450,000
Restricted Funds	249,796,100	250,496,100	700,000	100,313,400	100,313,400	
Federal Funds	615,085,300	615,085,300		615,140,600	615,140,600	
Road Fund	1,071,098,900	1,071,098,900		1,118,081,200	1,104,022,100	(14,059,100)
Bond Funds	350,000,000	450,000,000	100,000,000			
Regular Total Funds	2,290,733,700	2,391,883,700	101,150,000	1,838,288,600	1,824,679,500	(13,609,100)
Continuing	606,600	606,600				
TOTAL FUNDS	2,291,340,300	2,392,490,300	101,150,000	1,838,288,600	1,824,679,500	(13,609,100)
II. EXPENDITURE CATEGORY						
Personnel Costs	394,758,400	394,758,400		402,514,700	402,514,700	
Operating Expenses	234,238,100	234,238,100		236,269,900	236,269,900	
Grants, Loans, Benefits	164,403,700	165,553,700	1,150,000	167,376,300	153,366,300	(14,010,000)
Debt Service	123,430,800	123,430,800		183,091,000	192,403,000	9,312,000
Capital Outlay	12,886,400	12,886,400		12,486,600	12,486,600	
Construction	1,361,622,900	1,461,622,900	100,000,000	836,550,100	827,639,000	(8,911,100)
TOTAL EXPENDITURES	2,291,340,300	2,392,490,300	101,150,000	1,838,288,600	1,824,679,500	(13,609,100)
III. BASE LEVEL BUDGET BY FUND SOURCE						
General Fund	4,753,400	4,753,400		4,753,400	4,753,400	
Restricted Funds	249,796,100	250,496,100	700,000	100,313,400	100,313,400	
Federal Funds	615,085,300	615,085,300		615,140,600	615,140,600	
Road Fund	1,071,098,900	1,071,098,900		1,118,081,200	1,090,054,100	(28,027,100)
Bond Funds	350,000,000	300,000,000	(50,000,000)			
Regular Total Funds	2,290,733,700	2,241,433,700	(49,300,000)	1,838,288,600	1,810,261,500	(28,027,100)
Continuing	606,600	606,600				
TOTAL BASE LEVEL	2,291,340,300	2,242,040,300	(49,300,000)	1,838,288,600	1,810,261,500	(28,027,100)
IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE						
General Fund		450,000	450,000		450,000	450,000
Road Fund					13,968,000	13,968,000
Bond Funds		150,000,000	150,000,000			
TOTAL ADDITIONAL		150,450,000	150,450,000		14,418,000	14,418,000

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L - Transportation Cabinet

Capital Budget

Summary Totals

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
I. CAPITAL PROJECT RECAP BY FUND SOURCE						
Road Fund	13,794,000	13,794,000		4,248,000	4,248,000	
TOTAL CAPITAL	13,794,000	13,794,000		4,248,000	4,248,000	

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FINAL BUDGET MEMORANDUM
2005 SESSION OF THE GENERAL ASSEMBLY -- OPERATING BUDGET SUMMARY
ROAD FUND SUMMARY

Governmental Branch: Executive

	<u>FY2004</u>	<u>FY 2004-2005</u>			<u>FY 2005-2006</u>		
	<u>Actual</u>	<u>Bill as Introduced</u>	<u>General Assembly</u>	<u>Difference</u>	<u>Bill as Introduced</u>	<u>General Assembly</u>	<u>Difference</u>
<u>RESOURCES</u>							
Beginning Balance							
Revenue Receipts/Estimates	1,116,734,300	1,119,702,900	1,119,702,900	0	1,127,126,500	1,127,126,500	0
Spend down of Continuing Approp.	217,326,000						0
FY 2004 Surplus		23,011,700	23,011,700	0			0
Fund Transfers	6,097,100						0
Non-Revenue Transfers	(783,600)						0
Road Fund Revenue Initiative					53,250,000	28,842,700	(24,407,300)
TOTAL RESOURCES	1,339,373,800	1,142,714,600	1,142,714,600	0	1,180,376,500	1,155,969,200	(24,407,300)

APPROPRIATIONS/EXPENDITURES

TRANSPORTATION CABINET

General Admin. & Support	60,298,600	64,956,100	64,956,100	0	66,530,000	66,530,000	0
Revenue Sharing	229,705,300	236,928,500	236,928,500	0	243,540,600	229,080,600	(14,460,000)
Highways	794,894,500	637,266,800	637,266,800	0	634,583,700	625,672,600	(8,911,100)
Vehicle Regulation	29,536,700	15,834,000	15,834,000	0	15,898,000	15,898,000	0
Debt Service	153,294,900	116,113,500	116,113,500	0	157,528,900	166,840,900	9,312,000
Capital Budget	8,284,000	13,794,000	13,794,000	0	4,248,000	4,248,000	0
TOTAL-TRANSPORTATION	1,276,014,000	1,084,892,900	1,084,892,900	0	1,122,329,200	1,108,270,100	(14,059,100)

DEPT. OF TREASURY	0	250,000	250,000	0	250,000	250,000	0
JUSTICE CABINET							0
Kentucky State Police	35,000,000	39,769,100	39,769,100	0	39,769,100	29,769,100	(10,000,000)
Motor Vehicle Enforcement	0	12,696,600	12,696,600	0	13,347,200	12,999,000	(348,200)
FINANCE CABINET							0
Debt Service	3,664,000	2,930,000	2,930,000	0	2,505,000	2,505,000	0
Department of Administration	283,000	283,000	283,000	0	283,000	283,000	0
Department of Revenue	1,401,100	1,418,000	1,418,000	0	1,418,000	1,418,000	0
Comm. Office of Technology	0	125,000	125,000	0	125,000	125,000	0
GOV.'S OFF. OF HOMELAND SEC.	0	350,000	350,000	0	350,000	350,000	0
TOTAL APPROP./EXPEND.	1,316,362,100	1,142,714,600	1,142,714,600	0	1,180,376,500	1,155,969,200	(24,407,300)

Road Fund Surplus	23,011,700	0	0	0	0	0	
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L - Transportation Cabinet**Operating Budget****General Administration and Support**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE						
Restricted Funds	25,607,200	25,607,200		25,542,000	25,542,000	
Road Fund	64,956,100	64,956,100		66,530,000	66,530,000	
Regular Total Funds	90,563,300	90,563,300		92,072,000	92,072,000	
Continuing						
TOTAL FUNDS	90,563,300	90,563,300		92,072,000	92,072,000	
II. EXPENDITURE CATEGORY						
Personnel Costs	30,078,700	30,078,700		31,030,600	31,030,600	
Operating Expenses	40,179,300	40,179,300		41,125,100	41,125,100	
Grants, Loans, Benefits	29,000	29,000		29,000	29,000	
Debt Service	7,317,300	7,317,300		7,328,100	7,328,100	
Capital Outlay	12,886,400	12,886,400		12,486,600	12,486,600	
Construction	72,600	72,600		72,600	72,600	
TOTAL EXPENDITURES	90,563,300	90,563,300		92,072,000	92,072,000	
III. BASE LEVEL BUDGET BY FUND SOURCE						
Restricted Funds	25,607,200	25,607,200		25,542,000	25,542,000	
Road Fund	64,956,100	64,956,100		66,530,000	66,530,000	
Regular Total Funds	90,563,300	90,563,300		92,072,000	92,072,000	
Continuing						
TOTAL BASE LEVEL	90,563,300	90,563,300		92,072,000	92,072,000	

**Fiscal Biennium 2004-2006
Budget Modification Report**

04/19/05 9:02 AM

General Administration and Support

BILL AS INTRODUCED

The State/Executive Branch Budget Bill, Part III, General Provisions, includes language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

State salary/compensation and employment policy including increments, retirement, health insurance, and personnel complement are addressed in Part IV, State Salary Compensation and Employment Policy.

The State/Executive Branch Budget Bill, Part V, Funds Transfer, includes a language provision that directs:

"Notwithstanding the statutes or requirements of the Restricted Funds enumerated below, there is transferred to the General Fund the following amounts in fiscal year 2004-2005, and fiscal year 2005-2006."

Part V, Funds Transfer includes a transfer from General Administration and Support, Division of Fleet Management, Restricted Funds totaling \$5,000,000 in fiscal year 2004-2005 and \$2,500,000 in fiscal year 2005-2006.

The State/Executive Branch Budget Bill, Part I, Operating Budget, includes language provisions that direct:

"Biennial Highway Construction Programs: The Secretary of the Transportation Cabinet is directed to report monthly to the Legislative Research Commission all activity, as prescribed by KRS 176.430, relating to all projects with open activity conducted by the Transportation Cabinet during the biennium including the year each project phase was enacted in a Six-Year Highway Plan. Pursuant to KRS 48.800(5), the Transportation Cabinet shall submit the electronic monthly report in a format prescribed by the Legislative Research Commission."

"Debt Service: Included in the above Road Fund appropriation is \$7,317,300 in fiscal year 2004-2005 and \$7,328,100 in fiscal year 2005-2006 for debt service on previously authorized bonds for the new Transportation Cabinet office building and parking structure."

"Adopt-A-Highway Litter Program: The Transportation Cabinet and Environmental and Public Protection Cabinet may receive, accept, and solicit grants, contributions of money, property, labor, or other things of value from any governmental agency, individual, nonprofit organization, or private business to be used for the Adopt-a-Highway Litter Program or other statewide litter programs. Any contribution of this nature shall be deemed to be a contribution to a state agency for a public purpose and shall be treated as Restricted

**Fiscal Biennium 2004-2006
Budget Modification Report**

04/19/05 9:02 AM

General Administration and Support

Funds under KRS Chapter 45 and reported according to KRS Chapter 48, and shall not be subject to restrictions set forth under KRS Chapter 11A."

"Transportation Cabinet Office Building: The new Transportation Cabinet Office Building shall be owned by the Transportation Cabinet and any revenue generated from the leasing of office space in the new Transportation Cabinet Office Building shall be deposited in the Road Fund."

PART II, Capital Budget

The Bill as Introduced provides \$13,794,000 in fiscal year 2004-2005 and \$4,248,000 in fiscal year 2005-2006 for capital projects funded from Road Fund resources.

GENERAL ASSEMBLY

The General Assembly concurs with the Bill as Introduced with the following changes:

The General Assembly does not include in Part III, General Provisions, language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

The language provision in Part I, Operating Budget, relating to reporting requirement regarding the Biennial Highway Construction Programs is deleted and replaced with the following language provision:

"Biennial Highway Construction Programs : The Secretary of Transportation is directed to produce a single document that contains two separately identified sections, as follows:

Section 1 shall detail the enacted fiscal biennium 2004-2006 Biennial Highway Construction Program and Section 2 shall detail the Highway Preconstruction Program Plan for fiscal year 2006-2007 through fiscal year 2009-2010 as identified by the 2004 General Assembly. This document shall mirror in data type and format the fiscal year 2002-2008 Recommended Six-Year Highway Plan as submitted to the 2002 General Assembly. The document shall be published and distributed to members of the General Assembly and the public within 60 days of adjournment of the 2005 Regular Session of the General Assembly.

**Fiscal Biennium 2004-2006
Budget Modification Report**

04/19/05 9:02 AM

General Administration and Support

No executive authority shall expend, or otherwise commit in any manner, available fiscal biennium 2004-2006 Road Fund resources for a project designated as a State Project in the fiscal year 2006-2007 through fiscal year 2009-2010 Highway Preconstruction Program Plan. In the event that federally funded projects contained in the enacted fiscal biennium 2004-2006 Biennial Highway Construction Program are delayed due to unforeseen circumstances, or if additional federal funds are received in excess of the amounts contemplated in this Act, the Transportation Cabinet may advance projects from the Highway Preconstruction Program Plan only to the extent required to assure that the Commonwealth makes full use of all available federal funds.

The Secretary of Transportation is further directed to report monthly to the Legislative Research Commission all activity, as prescribed by KRS 176.430, relating to all projects with open activity conducted by the Transportation Cabinet during the biennium including the year each project phase was enacted in a Six-Year Highway Plan. Pursuant to KRS 48.800(5), the Transportation Cabinet shall submit the electronic monthly report in a format prescribed by the Legislative Research Commission.

Notwithstanding KRS 176.440(2), any project additions or modifications that the 2005 General Assembly may make to the fiscal year 2005-2010 Recommended Six-Year Road Plan shall carry the same force of law as projects that were included in the fiscal year 2005-2010 Recommended Six-Year Road Plan as submitted by the Executive Branch."

The General Assembly adds Part I, Operating Budget, language provision as follows:

"Child Sexual Abuse License Plate Revenue: Notwithstanding KRS 186.1867, the Transportation Cabinet shall review the costs related to the distribution of child victims' license plates. Any revenue received from the sale or renewal of those plates in excess of actual costs shall be transferred to the Child Victims' Trust Fund on an annual basis."

The General Assembly sustains the following Veto Message from the Governor of the Commonwealth:

Partial Veto #10 of HB 267 - "I, Ernie Fletcher, Governor of the Commonwealth of Kentucky, pursuant to the authority granted under Section 88 of the Kentucky State Constitution, do hereby veto the following part:

Page 135, delete lines 13 through 16 in their entirety: 'Transportation Cabinet Office Building: The new Transportation Cabinet Office Building shall be owned by the Transportation Cabinet and any revenue generated from the leasing of office space in the new Transportation Cabinet Office Building shall be deposited in the Road Fund.'

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General Administration and Support

This part specifies that the Transportation Cabinet shall be the owner of the new Transportation Cabinet Office Building. However, the owner of the land and improvements to the land are held in the name of the Commonwealth of Kentucky and the management responsibility for the land and improvements falls upon the Finance and Administration Cabinet as the primary steward of state facilities in the Capital City. To promote efficiencies within government, the leasing of office space within the new building and any revenues generated from such lease payments should be a management rather than a legal decision."

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L - Transportation Cabinet**Capital Budget****General Administration and Support**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
I. CAPITAL PROJECT RECAP BY FUND SOURCE						
Road Fund	13,794,000	13,794,000		4,248,000	4,248,000	
TOTAL CAPITAL	13,794,000	13,794,000		4,248,000	4,248,000	

II. CAPITAL PROJECTS

1	Repair/Replace Overhead Doors and Emergency Repairs					
PRJC35K0134						
Road Fund	200,000	200,000		200,000	200,000	
Project Total	200,000	200,000		200,000	200,000	
2	Construct and Repair Various Salt Storage Structures					
PRJC35K0135						
Road Fund	250,000	250,000		250,000	250,000	
Project Total	250,000	250,000		250,000	250,000	
3	Asbestos/Hazardous Materials Abatement					
PRJC35K0136						
Road Fund	50,000	50,000		50,000	50,000	
Project Total	50,000	50,000		50,000	50,000	
4	Building Renovations and Emergency Repairs					
PRJC35K0137						
Road Fund	420,000	420,000		420,000	420,000	
Project Total	420,000	420,000		420,000	420,000	
5	Real Property Lease - Franklin County (Pro Management-Precon/6 Yr. Plan)					
PRJC35K0138						
Road Fund	2,000,000	2,000,000				
Project Total	2,000,000	2,000,000				
6	Construct New Louisville District Office Building					
PRJC35K0140						
Road Fund	6,545,000	6,545,000				
Project Total	6,545,000	6,545,000				
7	Water/Wastewater Treatment Projects					
PRJC35K0141						
Road Fund	100,000	100,000		100,000	100,000	
Project Total	100,000	100,000		100,000	100,000	

L - Transportation Cabinet**Capital Budget****General Administration and Support**

		Fiscal Year 2004-2005			Fiscal Year 2005-2006		
		Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
8	Painting and Roof Repair/Roof Replacement						
PRJC35K0142							
Road Fund		219,000	219,000		218,000	218,000	
Project Total		219,000	219,000		218,000	218,000	
9	Various Park Roads Maintenance						
PRJC35K0143							
Road Fund		1,500,000	1,500,000		1,500,000	1,500,000	
Project Total		1,500,000	1,500,000		1,500,000	1,500,000	
10	Conduct Paving and Landscaping						
PRJC35K0144							
Road Fund		50,000	50,000		50,000	50,000	
Project Total		50,000	50,000		50,000	50,000	
11	Repair Loadometer and Rest Areas						
PRJC35K0145							
Road Fund		460,000	460,000		460,000	460,000	
Project Total		460,000	460,000		460,000	460,000	
12	Various Environmental Compliance Projects						
PRJC35K0146							
Road Fund		1,000,000	1,000,000		1,000,000	1,000,000	
Project Total		1,000,000	1,000,000		1,000,000	1,000,000	
13	TRANSPORT-Additional Funding						
PRJC35K0147							
Road Fund		1,000,000	1,000,000				
Project Total		1,000,000	1,000,000				
14	Replace HVAC Materials Lab-Reauthorization/Reallocation						
PRJC35K0148							
Road Fund							
Project Total							
TOTAL CAPITAL		13,794,000	13,794,000		4,248,000	4,248,000	

L - Transportation Cabinet**Operating Budget****Aviation**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE						
Restricted Funds	5,962,100	6,662,100	700,000	6,000,000	6,000,000	
Federal Funds	15,000	15,000		15,000	15,000	
Regular Total Funds	5,977,100	6,677,100	700,000	6,015,000	6,015,000	
Continuing						
TOTAL FUNDS	5,977,100	6,677,100	700,000	6,015,000	6,015,000	
II. EXPENDITURE CATEGORY						
Personnel Costs	652,700	652,700		687,900	687,900	
Operating Expenses	264,700	264,700		264,700	264,700	
Grants, Loans, Benefits	5,059,700	5,759,700	700,000	5,062,400	5,062,400	
TOTAL EXPENDITURES	5,977,100	6,677,100	700,000	6,015,000	6,015,000	
III. BASE LEVEL BUDGET BY FUND SOURCE						
Restricted Funds	5,962,100	6,662,100	700,000	6,000,000	6,000,000	
Federal Funds	15,000	15,000		15,000	15,000	
Regular Total Funds	5,977,100	6,677,100	700,000	6,015,000	6,015,000	
Continuing						
TOTAL BASE LEVEL	5,977,100	6,677,100	700,000	6,015,000	6,015,000	

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Aviation Transportation

BILL AS INTRODUCED

The State/Executive Branch Budget Bill, Part III, General Provisions, includes language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

State salary/compensation and employment policy including increments, retirement, health insurance, and personnel complement are addressed in Part IV, State Salary Compensation and Employment Policy.

The State/Executive Branch Budget Bill, Part V, Funds Transfer, includes a language provision that directs:

"Notwithstanding the statutes or requirements of the Restricted Funds enumerated below, there is transferred to the General Fund the following amounts in fiscal year 2004-2005, and fiscal year 2005-2006."

Part V, Funds Transfer includes a transfer from the Department of Aviation, Air Transportation, Restricted Funds totaling \$700,000 in fiscal year 2004-2005.

The State/Executive Branch Budget Bill, Part I, Operating Budget, includes language provisions that direct:

"Operational Costs: Notwithstanding KRS 183.525(5), the Restricted Funds appropriation above includes operational costs of the program."

"Certified Air Carriers and Cap on Sales and Use Tax: The sales and use tax credit shall be an amount equal to the Kentucky sales and use tax otherwise applicable to aircraft fuel, including jet fuel, purchased by the certificated air carrier for its storage, use, or other consumption during the annual period, less \$1,000,000. The \$1,000,000 amount shall be increased to reflect the Kentucky sales and use tax on aviation fuel attributable to operations of any other company purchased, merged, acquired, or otherwise combined with the certificated air carrier after the base period. The amount of the increase shall be based on the Kentucky sales and use tax applicable to such aircraft fuel purchased during the 12-month period immediately preceding the purchase, merger, or other acquisition by or in combination with the certificated air carrier."

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Aviation Transportation

GENERAL ASSEMBLY

The General Assembly concurs with the Bill as Introduced with the following changes:

The General Assembly does not include in Part III, General Provisions, language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

The General Assembly amends Part I, Operating Budget language provision as follows:

"Certified Air Carriers and Cap on Sales and Use Tax: The sales and use tax credit shall be an amount equal to the Kentucky sales and use tax otherwise applicable to aircraft fuel, including jet fuel, purchased by the certificated air carrier for its storage, use, or other consumption during the annual period, less \$1,000,000. The \$1,000,000 amount shall be increased to reflect the Kentucky sales and use tax on aviation fuel attributable to operations of any other certificated air carrier when the other certificated air carrier is purchased, merged, acquired, or otherwise combined with the certificated air carrier after the base period. The amount of the increase shall be based on the Kentucky sales and use tax applicable to such aircraft fuel purchased during the 12-month period immediately preceding the purchase, merger, or other acquisition by or in combination with the certificated air carrier."

The General Assembly adds to Part I, Operating Budget, the following language provision:

"Bluegrass Field Airport: No appropriations to the Air Transportation budget unit shall be utilized for the purpose of studying, planning or construction of an additional runway at Bluegrass Field Airport."

The General Assembly deletes the Part V, Funds Transfer from the Department of Aviation, Air Transportation, Restricted Funds totaling \$700,000 in fiscal year 2004-2005.

The General Assembly adds to Part I, Operating Budget, the following language provision:

"Transfer of Funds: Notwithstanding KRS 183.525(5), included in the above Restricted Funds appropriation for fiscal year 2005-2006 is \$234,000 that shall be transferred to the Economic Development Cabinet, Office of the Secretary, for the debt service payment on \$5,000,000 of Airport Relocation Assistance bonds."

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L - Transportation Cabinet**Operating Budget****Debt Service**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE						
Road Fund	116,113,500	116,113,500		157,528,900	166,840,900	9,312,000
Regular Total Funds	116,113,500	116,113,500		157,528,900	166,840,900	9,312,000
Continuing						
TOTAL FUNDS	116,113,500	116,113,500		157,528,900	166,840,900	9,312,000
II. EXPENDITURE CATEGORY						
Debt Service	116,113,500	116,113,500		157,528,900	166,840,900	9,312,000
TOTAL EXPENDITURES	116,113,500	116,113,500		157,528,900	166,840,900	9,312,000
III. BASE LEVEL BUDGET BY FUND SOURCE						
Road Fund	116,113,500	116,113,500		157,528,900	152,872,900	(4,656,000)
Regular Total Funds	116,113,500	116,113,500		157,528,900	152,872,900	(4,656,000)
Continuing						
TOTAL BASE LEVEL	116,113,500	116,113,500		157,528,900	152,872,900	(4,656,000)
IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE						
Road Fund					13,968,000	13,968,000
TOTAL ADDITIONAL					13,968,000	13,968,000
V. ADDITIONAL BUDGET ITEMS						
1 EXPAN Debt Service						
ABRC35H0002 Increased debt service to support issuance of \$150,000,000 of Road Bonds for the County Road Aid Program and the Municipal Road Aid Program.						
Road Fund					13,968,000	13,968,000
Project Total					13,968,000	13,968,000
TOTAL ADDITIONAL					13,968,000	13,968,000

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Debt Service

BILL AS INTRODUCED

The State/Executive Branch Budget Bill, Part III, General Provisions, includes language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

State salary/compensation and employment policy including increments, retirement, health insurance, and personnel complement are addressed in Part IV, State Salary Compensation and Employment Policy.

The State/Executive Branch Budget Bill, Part I, Operating Budget, includes language provisions that direct:

"Toll Road Lease-Rental Payments: Included in the above Road Fund appropriation is \$7,928,800 in fiscal year 2004-2005 and \$7,815,500 in fiscal year 2005-2006 for toll road lease-rental payments."

"Resource Recovery Road Lease-Rental Payments: Included in the above Road Fund appropriation is \$38,831,600 in fiscal year 2004-2005 and \$38,828,600 in fiscal year 2005-2006 for Resource Recovery Road lease-rental payments. The Secretary of the Transportation Cabinet shall use Road Fund resources to meet the lease-rental payments to the Kentucky Turnpike Authority for Resource Recovery Road projects in the amount certified by the Transportation Cabinet, pursuant to KRS 143.090. However, if Road Fund resources are not sufficient to meet lease-rental payments, the additional amount required to meet the obligation shall be transferred from the proceeds of the tax levied on the severance or processing of coal by KRS 143.020."

"Economic Development Road Lease-Rental Payments: Included in the above Road Fund appropriation is \$69,353,100 in fiscal year 2004-2005 and \$78,292,800 in fiscal year 2005-2006 for Economic Development Road lease-rental payments relating to projects financed by Economic Development Road Revenue Bonds previously issued by the Kentucky Turnpike Authority."

"Economic Development Road Bond Debt Service: Included in the above Road Fund appropriation is \$32,592,000 in fiscal year 2005-2006 for Economic Development Road lease-rental payments to the Turnpike Authority of Kentucky relating to projects financed by \$350,000,000 in Economic Development Road Revenue Bonds hereby authorized by the General Assembly to be issued in fiscal year 2004-2005 for payment of the cost of the Economic Development Road Projects."

"Excess Lease-Rental Payments: Any moneys not required to meet lease-rental payments or to meet the administrative costs of the Kentucky Turnpike Authority shall be transferred to the State Construction account."

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"Debt Payment Acceleration Fund Account: Notwithstanding KRS 175.505, no portion of the revenues to the state Road Fund provided by the adjustments in KRS 138.220(2), excluding KRS 177.320 and 177.365, shall accrue to the Debt Payment Acceleration Fund account during the 2004-2006 fiscal biennium."

GENERAL ASSEMBLY

The General Assembly concurs with the Bill as Introduced with the following exceptions:

The General Assembly does not include in Part III, General Provisions, language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

The General Assembly deletes the Economic Development Road Bond Debt Service language and inserts the following language:

"Economic Development Road Bond Debt Service: Included in the above Road Fund appropriation is \$41,904,000 in fiscal year 2005-2006 for Economic Development Road lease-rental payments to the Turnpike Authority of Kentucky relating to projects financed by \$450,000,000 in Economic Development Road Revenue Bonds hereby authorized by the General Assembly to be issued in fiscal year 2004-2005 for payment of the cost of the Economic Development Road Projects."

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L - Transportation Cabinet**Operating Budget****Highways**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE						
Restricted Funds	213,858,800	213,858,800		64,222,100	64,222,100	
Federal Funds	587,000,000	587,000,000		587,000,000	587,000,000	
Road Fund	637,266,800	637,266,800		634,583,700	625,672,600	(8,911,100)
Bond Funds	350,000,000	300,000,000	(50,000,000)			
Regular Total Funds	1,788,125,600	1,738,125,600	(50,000,000)	1,285,805,800	1,276,894,700	(8,911,100)
Continuing						
TOTAL FUNDS	1,788,125,600	1,738,125,600	(50,000,000)	1,285,805,800	1,276,894,700	(8,911,100)
II. EXPENDITURE CATEGORY						
Personnel Costs	332,119,800	332,119,800		338,582,600	338,582,600	
Operating Expenses	156,878,100	156,878,100		158,616,400	158,616,400	
Debt Service				18,234,000	18,234,000	
Construction	1,299,127,700	1,249,127,700	(50,000,000)	770,372,800	761,461,700	(8,911,100)
TOTAL EXPENDITURES	1,788,125,600	1,738,125,600	(50,000,000)	1,285,805,800	1,276,894,700	(8,911,100)
III. BASE LEVEL BUDGET BY FUND SOURCE						
Restricted Funds	213,858,800	213,858,800		64,222,100	64,222,100	
Federal Funds	587,000,000	587,000,000		587,000,000	587,000,000	
Road Fund	637,266,800	637,266,800		634,583,700	625,672,600	(8,911,100)
Bond Funds	350,000,000	300,000,000	(50,000,000)			
Regular Total Funds	1,788,125,600	1,738,125,600	(50,000,000)	1,285,805,800	1,276,894,700	(8,911,100)
Continuing						
TOTAL BASE LEVEL	1,788,125,600	1,738,125,600	(50,000,000)	1,285,805,800	1,276,894,700	(8,911,100)

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BILL AS INTRODUCED

The State/Executive Branch Budget Bill, Part III, General Provisions, includes language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

State salary/compensation and employment policy including increments, retirement, health insurance, and personnel complement are addressed in Part IV, State Salary Compensation and Employment Policy.

The State/Executive Branch Budget Bill, Part I, Operating Budget, includes language provisions that direct:

"Debt Service: Included in the above Federal Funds appropriation is \$18,234,000 in fiscal year 2005-2006 for debt service on Grant Anticipation Revenue Vehicle (GARVEE) bonds."

"State Supported Construction Programs: Included in the above Road Fund appropriation is \$359,833,900 in fiscal year 2004-2005 and \$349,646,500 in fiscal year 2005-2006 for the State Supported Construction Program."

"State Resurfacing Program: Included in the State Supported Construction Program is \$67,320,000 in fiscal year 2004-2005 and \$67,320,000 in fiscal year 2005-2006 from the Road Fund for the State Resurfacing Program."

"Specialized Contracts Account: Included in the State Supported Construction Program is \$100,000 in fiscal year 2004-2005 and \$100,000 in fiscal year 2005-2006 from the Road Fund for the Specialized Contracts Account."

"Biennial Highway Construction Program: Included in the State Supported Construction Program is \$254,673,900 in fiscal year 2004-2005 and \$244,486,500 in fiscal year 2005-2006 from the Road Fund for state construction projects in the fiscal biennium 2004-2006 Biennial Highway Construction Program. Included within the above Road Fund appropriation is \$2,500,000 in fiscal year 2004-2005 and \$2,500,000 in fiscal year 2005-2006 to support the Kentucky Pride Fund created in KRS 224.43-505."

"Highway Construction Contingency Account: Included in the State Supported Construction Program is \$37,740,000 in fiscal year 2004-2005 and \$37,740,000 in fiscal year 2005-2006 for the Highway Construction Contingency Account. Included within the above Road Fund appropriation is \$2,500,000 in fiscal year 2004-2005 and \$2,500,000 in fiscal year 2005-2006 to support the Kentucky Pride Fund created in KRS 224.43-505."

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"2004-2006 Biennial Highway Construction Plan: Projects in the enacted 2002-2004 Biennial Highway Construction Plan are authorized to continue their current authorization into the 2004-2006 fiscal biennium."

"Kentucky Transportation Center: Notwithstanding KRS 177.320(4), included in the above Road Fund appropriation is \$290,000 in fiscal year 2004-2005 and \$290,000 in fiscal year 2005-2006 for the Kentucky Transportation Center."

"New Highway Equipment Purchases: Notwithstanding KRS 48.710(3), Restricted Funds are appropriated in the amounts of \$1,500,000 in fiscal year 2004-2005 and \$1,500,000 in fiscal year 2005-2006 from the sale of surplus equipment to purchase new highway equipment."

"State Match Provisions: The Transportation Cabinet is authorized to utilize state construction moneys or Toll credits to match federal highway moneys in the event that unanticipated additional Federal Funds are provided to Kentucky and the state match appropriations have been exhausted."

"Excess Debt Service/Lease-Rental Appropriations: Any Road Fund appropriations that are not needed to pay lease-rental payments to the Kentucky Turnpike Authority or debt service on the new Transportation Cabinet Office Building shall be credited to the State Construction Account."

"Federal Aid Highway Funds: If additional federal highway moneys are made available to Kentucky by the United States Congress, the funds shall be used according to the following priority: (a) Any demonstration-specific or project-specific money shall be used on the project identified; and (b) All other funds shall be used to ensure that projects in the fiscal biennium 2004-2006 Biennial Highway Construction Plan are funded. If additional federal moneys remain after these priorities are met, the Transportation Cabinet may select projects from the Four-Year Preconstruction Program."

"Demonstration Projects: The Transportation Cabinet is authorized to select up to five design/build demonstration road related projects. Notwithstanding any conflicting provisions of KRS Chapters 45A, 176, and 177, for procurement purposes, the Transportation Cabinet shall utilize a qualifications-based bidding process within the context of the provisions of KRS Chapter 176. The Secretary of the Transportation Cabinet shall determine the nature and scope of each design/build project."

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"Road Fund Cash Management: The Secretary of the Transportation Cabinet is authorized to continue the Cash Management Plan to address the policy of the General Assembly to expeditiously initiate and complete projects in the fiscal biennium 2004-2006 Biennial Highway Construction Plan. Notwithstanding KRS Chapter 45, specifically including KRS 45.242 and 45.244, the Secretary may concurrently advance projects in the Biennial Highway Construction Plan by employing management techniques that maximize the Cabinet's ability to contract for and effectively administer the project work. Under the approved Cash Management Plan, the Secretary is directed to continuously ensure that the unspent project and Road Fund balances available to the Transportation Cabinet are sufficient to meet expenditures consistent with appropriations provided."

"Biennial Highway Construction Program: In the event that federally funded projects contained in the enacted fiscal biennium 2004-2006 Biennial Highway Construction Program are delayed due to unforeseen circumstances, or if additional Federal Funds are received in excess of the amounts contemplated in this Act, the Transportation Cabinet may advance projects from the Highway Preconstruction Program Plan only to the extent required to ensure that the Commonwealth makes full use of all available Federal Funds."

"Programmatic Adjustments: The Secretary of Transportation is authorized to adjust the specific sums comprising the Highways appropriation programs enumerated above for the purposes of enhancing public safety, maximizing available Federal Funds, supporting economic development, and accelerating state construction projects."

"Grant Anticipation Revenue Vehicle (GARVEE) Bonds: Included in the above Restricted Funds appropriation is \$150,000,000 in fiscal year 2004-2005 for GARVEE Bond Funds."

"Economic Development Road Bond Funds: \$350,000,000 in Economic Development Bond Funds is provided to be issued in fiscal year 2004-2005 to support Economic Development Road Projects."

"Continuing Appropriation: Notwithstanding KRS 48.710, unexpended Road Fund appropriations in the Highways budget unit for the State Funded Construction program and the Maintenance program in fiscal year 2004-2005 shall not lapse to the Road Fund Surplus Account, but shall carry forward from one fiscal year to the next."

GENERAL ASSEMBLY

The General Assembly concurs with the Bill as Introduced with the following changes:

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The General Assembly does not include in Part III, General Provisions, language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

The General Assembly provides in Part I, Operating Budget, Road Fund decrease of \$24,357,300 in fiscal year 2005-2006 due to the exclusion of the sales and use tax U-Drive-It revenue initiative (\$22,500,000) and permitting the Administrative Office of the Courts to receive a portion of the Driver's License Fee Increase revenue initiative (\$1,857,300).

The General Assembly reduced the Road Fund appropriation by \$50,000 in fiscal year 2005-2006 to reflect the implementation of Part XIX of this Act.

The General Assembly transfers \$14,460,000 in fiscal year 2005-2006 from Revenue Sharing which represents the one cent of Motor Fuels Tax that will not be subject to the Revenue Sharing statutes as directed by Part XVII of this Act.

The fiscal year 2005-2006 Road Fund appropriation is amended to reflect the decrease of Road Fund appropriation to the Justice Cabinet of \$10,348,200.

The General Assembly provides in Part I, Operating Budget, funding support of \$359,833,900 in fiscal year 2004-2005 and \$340,735,400 in fiscal year 2005-2006 for the State Supported Construction Program.

The General Assembly provides in Part I, Operating Budget, funding support of \$254,673,900 in fiscal year 2004-2005 and \$235,575,400 in fiscal year 2005-2006 from the Road Fund for state construction projects in the fiscal biennium 2004-2006 Biennial Highway Construction Program. Included within the above Road Fund appropriation is \$2,500,000 in fiscal year 2004-2005 and \$2,500,000 in fiscal year 2005-2006 to support the Kentucky Pride Fund created in KRS 224.43-505.

The General Assembly provides in Part I, Operating Budget, language provision as follows:

"Highway Construction Contingency Account: Included in the State Supported Construction Program is \$37,740,000 in fiscal year 2004-2005 and \$37,740,000 in fiscal year 2005-2006 for the Highway Construction Contingency Account. Included within the above Road Fund appropriation is \$2,500,000 in fiscal year 2004-2005 and \$2,500,000 in fiscal year 2005-2006 to support the Kentucky Pride Fund created in KRS 224.43-505. Included in the above Road Fund appropriation is \$2,000,000 in each fiscal year to be

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deposited to the Industrial Road Access Account within the Transportation Cabinet. The Industrial Road Access Account funds are designated to be used solely by the Secretary of the Economic Development Cabinet. These funds may be expended, encumbered, or committed only upon the direction of the Secretary of the Economic Development Cabinet to the Secretary of the Transportation Cabinet. The Secretary of the Economic Development Cabinet may request from the Secretary of the Transportation Cabinet additional funds to be deposited to the Industrial Road Access Account if the funds are necessary to meet specific economic development opportunities in a local community. Any funds not expended from the Industrial Road Access Account prior to June 30, 2005, shall not lapse to the State Highway Construction Program but will remain in the Industrial Road Access Account and carry forward into fiscal year 2005-2006."

The General Assembly reduced the Economic Development Road Bond Funds by \$50,000,000 and includes the following language provision:

"Economic Development Road Bond Funds: \$300,000,000 in Economic Development Bond Funds is provided to be issued in fiscal year 2004-2005 to support Economic Development Road Projects."

The General Assembly provides in Part I, Operating Budget, language provision as follows:

"Road Fund Bonds: The above Economic Development Bond Funds appropriation shall be used to fund projects contained within the 2004-2006 fiscal years of the Six-Year Road Plan."

The General Assembly provides Part I, Operating Budget, language provisions as follows:

"Miscellaneous Road Fund Projects:

Surplus Property: The Big Creek Toll Facility located on the Hal Rogers Parkway, formerly known as the Daniel Boone Parkway, is hereby declared surplus and the Cabinet is directed to transfer the property to the Clay County Fiscal Court as of the effective date of this Act, for the use and benefit of the Big Creek Fire Department and Rescue Squad.

Land Parcel 66, located at the junction of KY 229 and the Cumberland Gap Parkway, is hereby declared surplus and the Cabinet is directed to transfer the property to the Knox County Fiscal Court as of the effective date of this Act, for the use and benefit of the Bailey Switch Volunteer Fire Department.

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Highways

The Thousandstiks Toll Facility located on the Hal Rogers Parkway, formerly known as the Daniel Boone Parkway, is hereby declared surplus and the Cabinet is directed to transfer the property to the Leslie County Fiscal Court as of the effective date of this Act.

The Transportation Cabinet land parcel, approximately two acres in area, being bounded on the south side by Foxhaven Drive, on the east by the US 25/US 421 Connector Road, on the north by Old Lexington Road, and on the west by the east line of the Northgate Subdivision, shall be declared surplus property by the Transportation Cabinet and be transferred to the city of Richmond, Kentucky.

Toll Road Facilities: If Federal Funds become available to the state to support retirement of toll roads debt, then each affected toll road facility within the Commonwealth shall close and all affected toll road employees shall be reassigned within the Transportation Cabinet.

Location of Proposed I-66: The location of proposed I-66 in the Barren County and Warren County area shall be limited to alternative highway corridors extending from the Louie B. Nunn Parkway, formerly known as the Cumberland Parkway, to the Natcher Parkway north of the City of Bowling Green.

The proposed I-66 corridor through the Purchase Area shall include the corridor through Ballard County, exiting the state of Kentucky at Wickliffe, Kentucky.

Sound Barriers: A sound barrier shall be installed on I-64 for the St. Regis neighborhood. The cost related to the installation of the sound barrier shall be funded from Road Fund resources.

Interlocal Agreement: Any local government shall be permitted to enter into a cooperative agreement with the Transportation Cabinet to maintain traffic control devices on state maintained roads within the local government's jurisdiction and shall be reimbursed by the Transportation Cabinet for the actual cost of such maintenance. The agreement may permit local governments to make temporary repairs to state maintained road surfaces within the local government's jurisdiction and shall be reimbursed by the Transportation Cabinet for the actual cost of the temporary repairs.

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Highways

Paving and Rehabilitation: The Kentucky Transportation Cabinet is encouraged to provide grading and paving rehabilitation efforts on I-64 from Grayson to the West Virginia border at the level equal to that accomplished on I-64 in Bath County, Rowan County, and the remainder of Carter County."

The General Assembly sustains the following Veto Message from the Governor of the Commonwealth:

Partial Veto #10 of HB 267 - "I, Ernie Fletcher, Governor of the Commonwealth of Kentucky, pursuant to the authority granted under Section 88 of the Kentucky State Constitution, do hereby veto the following part:

Page 142, delete line 27 in its entirety and on page 143, delete lines 1 through 6 in their entirety: '**(e) Interlocal Agreement:** Any local government shall be permitted to enter into a cooperative agreement with the Transportation Cabinet to maintain traffic control devices on state maintained roads within the local government's jurisdiction and shall be reimbursed by the Transportation Cabinet for the actual cost of such maintenance. The agreement may permit local governments to make temporary repairs to state maintained road surfaces within the local government's jurisdiction and shall be reimbursed by the Transportation Cabinet for the actual cost of the temporary repairs.'

This part concerns interlocal agreements to maintain state roads and traffic devices. It is a new provision not ordinarily found in a budget bill. The wording of the provision is confusing and appears to mandate that the Transportation Cabinet enter into interlocal agreements rather than operate as it does currently which is to regularly enter into interlocal agreements when it is mutually beneficial between the local jurisdiction and the Commonwealth. This new provision also is open-ended with respect to its funding mandate by dictating that the Commonwealth reimburse the locality for costs incurred without prior consent."

ADDITIONAL ACTIONS OF THE GENERAL ASSEMBLY

House Bill 497, Section 6, provides the following: "On page 142 of the 2005 Regular Session HB 267/EN, after line 26, add the following: '**(e) Interlocal Agreement:** Any local government may be permitted to enter into a cooperative agreement with the Transportation Cabinet to maintain traffic control devices on state maintained roads within the local government's jurisdiction and shall be reimbursed by the Transportation Cabinet for the cost of such maintenance in accordance with the terms of the agreement. The agreement may permit local governments to make temporary repairs to state maintained road surfaces within the local government's jurisdiction and the local government shall be reimbursed by the Transportation Cabinet for the cost of the temporary repairs in accordance with the terms of the agreement.' "

L - Transportation Cabinet**Operating Budget****Public Transportation**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE						
General Fund	4,753,400	5,203,400	450,000	4,753,400	5,203,400	450,000
Restricted Funds	500,000	500,000		508,900	508,900	
Federal Funds	27,227,600	27,227,600		27,230,900	27,230,900	
Regular Total Funds	32,481,000	32,931,000	450,000	32,493,200	32,943,200	450,000
Continuing	606,600	606,600				
TOTAL FUNDS	33,087,600	33,537,600	450,000	32,493,200	32,943,200	450,000
II. EXPENDITURE CATEGORY						
Personnel Costs	1,339,200	1,339,200		1,359,100	1,359,100	
Operating Expenses	127,000	127,000		127,000	127,000	
Grants, Loans, Benefits	31,621,400	32,071,400	450,000	31,007,100	31,457,100	450,000
TOTAL EXPENDITURES	33,087,600	33,537,600	450,000	32,493,200	32,943,200	450,000
III. BASE LEVEL BUDGET BY FUND SOURCE						
General Fund	4,753,400	4,753,400		4,753,400	4,753,400	
Restricted Funds	500,000	500,000		508,900	508,900	
Federal Funds	27,227,600	27,227,600		27,230,900	27,230,900	
Regular Total Funds	32,481,000	32,481,000		32,493,200	32,493,200	
Continuing	606,600	606,600				
TOTAL BASE LEVEL	33,087,600	33,087,600		32,493,200	32,493,200	
IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE						
General Fund		450,000	450,000		450,000	450,000
TOTAL ADDITIONAL		450,000	450,000		450,000	450,000
V. ADDITIONAL BUDGET ITEMS						
1 EXPAN Non-Public School Transportation						
ABRC35E0001 \$450,000 additional each year for Non-Public School Transportation.						
General Fund		450,000	450,000		450,000	450,000
Project Total		450,000	450,000		450,000	450,000
TOTAL ADDITIONAL		450,000	450,000		450,000	450,000

**Fiscal Biennium 2004-2006
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Public Transportation

BILL AS INTRODUCED

The State/Executive Branch Budget Bill, Part III, General Provisions, includes language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

State salary/compensation and employment policy including increments, retirement, health insurance, and personnel complement are addressed in Part IV, State Salary Compensation and Employment Policy.

The State/Executive Branch Budget Bill, Part I, Operating Budget, includes language provisions that direct:

"Toll Credits: The Transportation Cabinet is authorized to use Toll credits to match Federal Funds to transit systems capital grants."

GENERAL ASSEMBLY

The General Assembly concurs with the Bill as Introduced with the following exceptions:

The General Assembly does not include in Part III, General Provisions, language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

The General Assembly adds Part I, Operating Budget, language provision as follows:

"Nonpublic School Transportation: Included in the above General Fund Appropriation in \$2,950,000 in fiscal year 2004-2005 and \$2,950,000 in fiscal year 2005-2006 for nonpublic school transportation."

The General Assembly adds Part I, Operating Budget, language provision as follows:

"Human Services Transportation Delivery Program: Consistent with other provisions of this Act, the Human Services Transportation Delivery Program shall continue to be operated under KRS 281.870, 281.872, 281.873, 281.874, 281.875, 281.876, 281.877, 281.878, and 281.879."

L - Transportation Cabinet**Operating Budget****Revenue Sharing**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE						
Road Fund	236,928,500	236,928,500		243,540,600	229,080,600	(14,460,000)
Bond Funds		150,000,000	150,000,000			
Regular Total Funds	236,928,500	386,928,500	150,000,000	243,540,600	229,080,600	(14,460,000)
Continuing						
TOTAL FUNDS	236,928,500	386,928,500	150,000,000	243,540,600	229,080,600	(14,460,000)
II. EXPENDITURE CATEGORY						
Personnel Costs	17,037,500	17,037,500		17,058,200	17,058,200	
Operating Expenses	29,774,800	29,774,800		29,099,900	29,099,900	
Grants, Loans, Benefits	127,693,600	127,693,600		131,277,800	116,817,800	(14,460,000)
Construction	62,422,600	212,422,600	150,000,000	66,104,700	66,104,700	
TOTAL EXPENDITURES	236,928,500	386,928,500	150,000,000	243,540,600	229,080,600	(14,460,000)
III. BASE LEVEL BUDGET BY FUND SOURCE						
Road Fund	236,928,500	236,928,500		243,540,600	229,080,600	(14,460,000)
Regular Total Funds	236,928,500	236,928,500		243,540,600	229,080,600	(14,460,000)
Continuing						
TOTAL BASE LEVEL	236,928,500	236,928,500		243,540,600	229,080,600	(14,460,000)
IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE						
Bond Funds		150,000,000	150,000,000			
TOTAL ADDITIONAL		150,000,000	150,000,000			
V. ADDITIONAL BUDGET ITEMS						
1 EXPAN Issuance of Bonds						
ABRC35C0002 Issuance of \$150,000,000 of Road Bonds for the County Road Aid Program and the Municipal Road Aid Program						
Bond Funds		150,000,000	150,000,000			
Project Total		150,000,000	150,000,000			
TOTAL ADDITIONAL		150,000,000	150,000,000			

**Fiscal Biennium 2004-2006
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Revenue Sharing

BILL AS INTRODUCED

The State/Executive Branch Budget Bill, Part III, General Provisions, includes language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

State salary/compensation and employment policy including increments, retirement, health insurance, and personnel complement are addressed in Part IV, State Salary Compensation and Employment Policy.

The State/Executive Branch Budget Bill, Part I, Operating Budget, includes language provisions that direct:

"County Road Aid Program Center: Included in the above Road Fund appropriation is \$89,687,000 in fiscal year 2004-2005 and \$92,212,400 in fiscal year 2005-2006 for the County Road Aid Program in accordance with KRS 177.320, 179.410, 179.415, and 179.440. Notwithstanding KRS 177.320(2), the above amounts have been reduced by \$38,000 in fiscal year 2004-2005 and \$38,000 in fiscal year 2005-2006 which has been appropriated to the Highways appropriation unit for the support of the Kentucky Transportation Center."

"Rural Secondary Program: Included in the above Road Fund appropriation is \$108,800,800 in fiscal year 2004-2005 and \$111,864,400 in fiscal year 2005-2006 for the Rural Secondary Program in accordance with KRS 177.320, 177.330, 177.340, 177.350, and 177.360. Notwithstanding KRS 177.320(1), the above amounts have been reduced by \$46,000 in fiscal year 2004-2005 and \$46,000 in fiscal year 2005-2006 which has been appropriated to the Department of Highways appropriation unit for the support of the Kentucky Transportation Center."

"Municipal Road Aid Program: Included in the above Road Fund appropriation is \$37,737,200 in fiscal year 2004-2005 and \$38,799,800 in fiscal year 2005-2006 for the Municipal Road Aid Program in accordance with KRS 177.365, 177.366, and 177.369. Notwithstanding KRS 177.365(1), the above amounts have been reduced by \$16,000 in fiscal year 2004-2005 and \$16,000 in fiscal year 2005-2006 which has been appropriated to the Department of Highways appropriation unit for the support of the Kentucky Transportation Center."

"Energy Recovery Road Fund: Included in the above Road Fund appropriation is \$703,500 in fiscal year 2004-2005 and \$664,000 in fiscal year 2005-2006 for the Energy Recovery Road Fund in accordance with KRS 177.977, 177.9771, 177.9772, 177.978, 177.979, and 177.981."

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Revenue Sharing

GENERAL ASSEMBLY

The General Assembly concurs with the Bill as Introduced with the following changes:

The General Assembly does not include in Part III, General Provisions, language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

The General Assembly deletes the language provision regarding County Road Aid Program Center and inserts the following language provision:

"County Road Aid Program Center: (a) Included in the above Road Fund appropriation is \$89,687,000 in fiscal year 2004-2005 and \$86,722,400 in fiscal year 2005-2006 for the County Road Aid Program in accordance with KRS 177.320, 179.410, 179.415, and 179.440. Notwithstanding KRS 177.320(2), the above amounts have been reduced by \$38,000 in fiscal year 2004-2005 and \$38,000 in fiscal year 2005-2006 which has been appropriated to the Highways appropriation unit for the support of the Kentucky Transportation Center.

(b) Included in the above Bond Funds appropriation is \$100,000,000 in fiscal year 2004-2005 for the County Road Aid Program, expressly for bridges and paving and rehabilitation of existing roads. From that amount, \$50,000,000 shall be distributed in accordance with KRS 177.320, 179.410, 179.415 and 179.440. \$50,000,000 shall be distributed by application process as determined by the Transportation Cabinet."

The General Assembly deletes the language provision regarding Rural Secondary Program and inserts the following language provision:

"Rural Secondary Program: Included in the above Road Fund appropriation is \$108,800,800 in fiscal year 2004-2005 and \$105,204,400 in fiscal year 2005-2006 for the Rural Secondary Program in accordance with KRS 177.320, 177.330, 177.340, 177.350, and 177.360. Notwithstanding KRS 177.320(1), the above amounts have been reduced by \$46,000 in fiscal year 2004-2005 and \$46,000 in fiscal year 2005-2006 which has been appropriated to the Department of Highways appropriation unit for the support of the Kentucky Transportation Center."

The General Assembly deletes the language provision regarding Municipal Road Aid Program and inserts the following language provision:

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Revenue Sharing

"Municipal Road Aid Program: (a) Included in the above Road Fund appropriation is \$37,737,200 in fiscal year 2004-2005 and \$36,489,800 in fiscal year 2005-2006 for the Municipal Road Aid Program in accordance with KRS 177.365, 177.366, and 177.369. Notwithstanding KRS 177.365(1), the above amounts have been reduced by \$16,000 in fiscal year 2004-2005 and \$16,000 in fiscal year 2005-2006 which has been appropriated to the Department of Highways appropriation unit for the support of the Kentucky Transportation Center.

(b) Included in the above Bond Funds appropriation is \$50,000,000 in fiscal year 2004-2005 for the Municipal Road Aid Program, expressly for bridges and paving and rehabilitation of existing roads. From that amount, \$25,000,000 shall be distributed in accordance with KRS 177.365, 177.366, and 177.369. \$25,000,000 shall be distributed by application process as determined by the Transportation Cabinet."

L - Transportation Cabinet**Operating Budget****Vehicle Regulation**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE						
Restricted Funds	3,868,000	3,868,000		4,040,400	4,040,400	
Federal Funds	842,700	842,700		894,700	894,700	
Road Fund	15,834,000	15,834,000		15,898,000	15,898,000	
Regular Total Funds	20,544,700	20,544,700		20,833,100	20,833,100	
Continuing						
TOTAL FUNDS	20,544,700	20,544,700		20,833,100	20,833,100	
II. EXPENDITURE CATEGORY						
Personnel Costs	13,530,500	13,530,500		13,796,300	13,796,300	
Operating Expenses	7,014,200	7,014,200		7,036,800	7,036,800	
TOTAL EXPENDITURES	20,544,700	20,544,700		20,833,100	20,833,100	
III. BASE LEVEL BUDGET BY FUND SOURCE						
Restricted Funds	3,868,000	3,868,000		4,040,400	4,040,400	
Federal Funds	842,700	842,700		894,700	894,700	
Road Fund	15,834,000	15,834,000		15,898,000	15,898,000	
Regular Total Funds	20,544,700	20,544,700		20,833,100	20,833,100	
Continuing						
TOTAL BASE LEVEL	20,544,700	20,544,700		20,833,100	20,833,100	

**Fiscal Biennium 2004-2006
Budget Modification Report**

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Vehicle Regulation

BILL AS INTRODUCED

The State/Executive Branch Budget Bill, Part III, General Provisions, includes language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

State salary/compensation and employment policy including increments, retirement, health insurance, and personnel complement are addressed in Part IV, State Salary Compensation and Employment Policy.

GENERAL ASSEMBLY

The General Assembly concurs with the Bill as Introduced with the following exception:

The General Assembly does not include in Part III, General Provisions, language to appropriate funds for expenditures in fiscal year 2004-2005 that have been approved or paid in accordance with Executive Order 2004-650, Executive Order 2004-1092, and Executive Order 2004-1373.

The General Assembly adds Part I, Operating Budget, language provision as follows:

"Motorcycle Education Program: Notwithstanding KRS 186.890(1) and (2), all revenues from the collection of fees relating to the Motorcycle Safety Education Program Fund shall be utilized to provide motorcycle safety programs. No administrative costs for other programs or budget units within the Transportation Cabinet shall be deducted from the Motorcycle Safety Education Program. The Transportation Cabinet shall report biennially to the Interim Joint Committee on Appropriations and Revenue of the revenues deposited to the Fund, the expenditures incurred, and available balances. In addition, the Cabinet shall identify the safety programs provided, the cost of the programs, location, and number of attendees."

FISCAL BIENNIUM 2004-2006 COMMONWEALTH BUDGET

FINAL BUDGET MEMORANDUM

NECESSARY GOVERNMENTAL EXPENSES

APRIL 27, 2005

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Necessary Governmental Expenses

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Necessary Governmental Expenses

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M - Necessary Governmental Expenses**Operating Budget****Summary Totals**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE						
General Fund	15,000,000		(15,000,000)	10,000,000		(10,000,000)
Regular Total Funds	15,000,000		(15,000,000)	10,000,000		(10,000,000)
Continuing						
TOTAL FUNDS	15,000,000		(15,000,000)	10,000,000		(10,000,000)

II. EXPENDITURE CATEGORY

Operating Expenses						
Grants, Loans, Benefits	15,000,000		(15,000,000)	10,000,000		(10,000,000)
Non Breakdown						
TOTAL EXPENDITURES	15,000,000		(15,000,000)	10,000,000		(10,000,000)

III. BASE LEVEL BUDGET BY FUND SOURCE

General Fund	15,000,000		(15,000,000)	10,000,000		(10,000,000)
Regular Total Funds	15,000,000		(15,000,000)	10,000,000		(10,000,000)
Continuing						
TOTAL BASE LEVEL	15,000,000		(15,000,000)	10,000,000		(10,000,000)

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M - Necessary Governmental Expenses**Operating Budget****Necessary Government Expense**

	Fiscal Year 2004-2005			Fiscal Year 2005-2006		
	Bill as Introduced	General Assembly	Difference	Bill as Introduced	General Assembly	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE						
General Fund	15,000,000		(15,000,000)	10,000,000		(10,000,000)
Regular Total Funds	15,000,000		(15,000,000)	10,000,000		(10,000,000)
Continuing						
TOTAL FUNDS	15,000,000		(15,000,000)	10,000,000		(10,000,000)
II. EXPENDITURE CATEGORY						
Operating Expenses						
Grants, Loans, Benefits	15,000,000		(15,000,000)	10,000,000		(10,000,000)
Non Breakdown						
TOTAL EXPENDITURES	15,000,000		(15,000,000)	10,000,000		(10,000,000)
III. BASE LEVEL BUDGET BY FUND SOURCE						
General Fund	15,000,000		(15,000,000)	10,000,000		(10,000,000)
Regular Total Funds	15,000,000		(15,000,000)	10,000,000		(10,000,000)
Continuing						
TOTAL BASE LEVEL	15,000,000		(15,000,000)	10,000,000		(10,000,000)

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Necessary Government Expenses

BILL AS INTRODUCED

The State /Executive Branch Budget Bill, Part I, Operating Budget, provides \$15 million General Fund in fiscal year 2004-2005 and \$10 million General Fund in fiscal year 2005-2006.

GENERAL ASSEMBLY

The General Assembly concurs with the Bill as Introduced with the following changes:

The General Assembly provides no funding for Necessary Government Expenses.